

MEMORANDUM

	Rob Bizzell, MFC Chair & Chair of the Shellfish Cultivation Lease Review Committee (SCLRC), via MFC Counsel
	Steve Yuhasz, SCLRC Committee Public Member, via MFC Counsel
	Sammy Corbett, SCLRC Committee Public Member, via MFC Counsel
	Phillip Reynolds, Special Deputy AG and SCLRC Co-Counsel, via email
	Sarah Zambon, Assistant AG and SCLRC Co-Counsel, via email
	Shawn Maier, DEQ Asst. General Counsel, via email
	Kathy Rawls, DMF Director, via email
	Jacob Boyd, DMF Habitat Section Chief, via email
	Owen Mulvey-McFerron, DMF Shellfish Lease Program Coordinator, via email
	Zach Harrison, DMF Aquaculture Permit Coordinator, via email
	Lara Klibansky, MFC Liaison, via email
CC:	Robert B. ("BRYCE") Pike, II, Counsel for Petitioner, via email to
	bryce@pikelawfirm.com
FROM:	bryce@pikelawfirm.com Changing Tide Renovations, LLC Approved Shellfish Leaseholder,
	bryce@pikelawfirm.com Changing Tide Renovations, LLC Approved Shellfish Leaseholder, c/o Charles Chris Allen, Registered Agent, via email to <u>ccallen68@gmail.com</u>

Please find enclosed: The DMF Staff's Recommendation in the above referenced Shellfish Lease Third Party Hearing Request. The Shellfish Cultivation Lease Review Committee's (SCLRC) public meeting is scheduled for Tuesday, July 18, 2023 at 10:00 a.m. at the DMF Central District Office, 5285 Highway 70 West in Morehead City. The SCLRC's final agency decision is due by August 3, 2023 (90 days from May 5, 2023 petition filing date). The SCLRC's decision will come from Special Deputy AG Phillip Reynolds and Assistant AG Sarah Zambon, who are counsel for the SCLRC.

Enclosure



STATE OF NORTH CAROLINA

BEFORE THE SHELLFISH CULTIVATION LEASE REVIEW COMMITTEE 23-01

COUNTY OF CARTERET

IN THE MATTER OF THE THIRD-PARTY HEARING REQUEST BY: LUKENS ISLAND TIMBER ENTERPRISES, LLC

<u>RECOMMENDATION OF THE</u> <u>DIVISION OF MARINE FISHERIES</u>

I. BACKGROUND

Petitioner Lukens Island Timber Enterprises, LLC ("Petitioner") requests permission to file a petition for a contested case hearing as a third party pursuant to N.C.G.S. § 113-202(g). Petitioner seeks to challenge the April 5, 2023 decision by Kathy Rawls, Director of the NC Division of Marine Fisheries ("DMF") to grant both a bottom shellfish lease and a water column lease (the "Lease Area") to Changing Tide Renovations, LLC ("Potential Lessee"). The Lease Area proposed by the Potential Lessee is located in South River near the eastern shore approximately 1.3 nautical miles from the Neuse River in Carteret County. Petitioner owns property to the east of the Lease Area.

Under law, a third party may file a contested case hearing petition to challenge the approval of a shellfish bottom lease or water column lease to someone else only if the Shellfish Cultivation Lease Review Committee ("SCLRC"), established pursuant to N.C.G.S. § 143B-289.57(f), first determines that a contested case hearing is appropriate. N.C.G.S. § 113-202 (g) provides that along with being timely filed, the determination as to whether a hearing is appropriate should be based upon a consideration of whether a petitioner:

- 1. Has alleged that the decision is contrary to a statute or rule;
- 2. Is directly affected by the decision; and
- 3. Has alleged facts or made legal arguments that demonstrate that the request for the hearing is not frivolous.

The SCLRC determines whether a third-party request for a hearing should be granted or denied. A third party whose hearing request is granted may file a contested case hearing petition with the Office of Administrative Hearings ("OAH") and a third party whose hearing request is denied may seek judicial review. N.C.G.S. § 113-202(g).

II. FACTS

A. The Potential Lessee is a North Carolina Limited Liability Company organized in 2019. The Registered Agent is Charles "Chris" Allen. The current registered office address (as well as the principal office and mailing address) is 218 Lands End Road in Morehead City. The description of the business is listed as "home improvement." A copy of the Potential Lessee's 2019 Articles of Organization and the 2022 Annual Report are attached.

B. Mr. Allen owns property with his wife Susan at 189 South River Drive in Merrimon. The Allens have owned this property since September 20, 2016 as shown on a deed recorded at Book 1554, Page 250 of the Carteret County Registry, a copy of which is attached, as is the tax card. Recent aerial photography, a copy of which is attached, show this property developed with a house, a garage, and a pier. Using the GIS measurement tool, this property and the Lease Area are approximately one mile away from each other across South River.

C. The Lease Area is approximately 3.72 acres in size and sits within South River off the eastern shore approximately 1.3 nautical miles from the Neuse River. The Shellfish Lease Investigation Report, a copy of which is part of the Decision Record, indicates a water depth in the Lease Area of 0.75 meters (2.5 feet). The Lease Area is approximately 112 feet waterward from the shoreline. Aerial and ground level photographs are attached showing the Lease Area, its distance to the Neuse River, its distance to the shoreline, and its distance to the existing lease. Screen shots from the DMF Shellfish Leasing Tool of the Lease Area are also attached.

D. In addition to this potential shellfish lease, Changing Tide Renovations, LLC has an existing bottom and water column lease that was transferred to it on June 13, 2022 (Shellfish Lease/Bottom 1994813/Water Column 1994821 or "Existing Lease") from David Osborne and Hardy Bobbitt. Osborne and Bobbitt were originally granted the shellfish lease on September 17, 2020, and DMF received no written or oral comments in opposition to this lease in 2020. A copy of the transfer document is attached. Staff report that there have been no compliance or enforcement issues with this Existing Lease. A screen shot showing the location of the Exiting Lease is attached and shows the proximity to the Lease Area.

E. Petitioner is a North Carolina Limited Liability Company Organized in 1996. The Registered Agent is Patrick P. Joyce. The current registered office address and principal office address is 6994 US Hwy 70 West in Newport. The Registered Agent's Mailing Address is PO Box 190, Newport. The description of the business is listed as "timber growth and harvesting." A copy of the Petitioner's 1996 Articles of Organization and the 2023 Annual Report are attached.

F. Petitioner owns eleven parcels of property in Carteret County according to Carteret County tax and GIS records. Ten of those parcels appear to form a contiguous property approximately 7,427 acres in size and with a linear shoreline length of approximately six (6) miles, comprising most of a peninsula bordered by South River to the west and Abraham and Turnagain bays to the east. Petitioner also owns one parcel on the south side of South River located at 257 Tosto Road in Merrimon, just south of the South River Boat Ramp. A map from the Carteret County GIS is attached showing these parcels and copies of the tax cards for each of the eleven parcels are attached.

G. The following Coastal Area Management Act ("CAMA") permits have been issued

authorizing development on the Petitioner's parcels:

- 1. CAMA General Permit #12094 issued November 23, 1993 authorizing the development of a 130' x 6' 4-slip pier with a 30' x 8' T-head and five mooring pilings in the Horton's Bay area of Petitioner's property. A copy of this Permit is attached.
- 2. CAMA General Permit #13121 issued on July 7, 1994 authorizing the development of a 20' long x 15' wide boat ramp south of the 4-slip pier. A copy of this Permit is attached.
- 3. CAMA General Permit #15941 issued February 23, 1996 authorizing the modification of the existing pier by extending it 50' and adding a new 28' x 6' Thead. The existing mooring pilings were removed and replaced with seven new mooring pilings at the end of the new Thead, but it would continue to have four slips. A copy of this Permit is attached.
- 4. CAMA General Permit #23500 issued September 28, 1999 authorizing the development of a 200' rip-rap bulkhead in the area of the then-existing pier.
- 5. CAMA General Permit #55358C issued on May 5, 2010 authorizing the development of a replacement boat ramp, this time 12' by 60' in the same location as the previous ramp.

There may be other CAMA permits that had been issued for construction of the other structures on Petitioner's property which were not located by Division of Coastal Management ("DCM") staff, including a permit for the construction of the existing lodge building and associated accessory structures¹ which are noted on the attached tax cards. Based on a review of the limited development on Petitioner's property, DMF Staff concluded that it other than the riprap bulkhead, boat ramp and pier, which are not near the Lease Area, Petitioner's property was not not a developed shoreline and did not require a proposed lease to be 250 feet from the shoreline per 15A NCAC 03O .0201(a)(2). Copies of these permits and their application materials are attached.

¹ Upland structures are usually issued CAMA Minor Permits by the Carteret County CAMA Local Permitting Officer, and related documents are held by the LPO and not by DCM.

H. There are no recognized submerged lands claims (as described in N.C.G.S. § 113-205 and -206) around the Lease Area, as shown on the DMF GIS delineation of recognized claims. A screenshot of the DMF GIS with the submerged lands layer is attached showing no recognized claims in the area at issue. Therefore, the submerged lands below mean high water are owned by the State, as is most often the case.

I. South River at the Lease Area is classified as Coastal SA Waters, High Quality Waters (HQW) and Nutrient Sensitive Waters (NSW) by the Environmental Management Commission ("EMC"). These waters are <u>not</u> classified as a Primary Nursery Area (PNA), a Secondary Nursery Area (SNA) or a Special Secondary Nursery Area (SSNA) by the Marine Fisheries Commission ("MFC"). These waters at the Lease Area are in the F2 Growing Area in the Central Region and are an Approved harvest area for shellfish harvesting. A screenshot of the DMF Shellfish Siting GIS tool is attached showing the Lease Area is open and shows a closure line south of the Lease Area referenced by Petitioner.

J. In the general area around the Lease Area DMF Staff viewing aerial imagery identified two duck blind structures in various states of repair/disrepair². The closest two duck blind to the Lease Area are located approximately 25 feet and 75 feet from the Lease Area as measured with the DMF Shellfish Siting GIS tool. Attached are google earth and ground-level photographs showing these two duck blinds.

K. In researching cases and laws related to duck blinds, the Undersigned summarizes the laws regarding duck blinds in North Carolina as follows:

1. The North Carolina Department of Justice ("DOJ") wrote a memo in 1985, a copy of which is attached, that concluded that at that time, there were no laws prohibiting hunting in a duck blind located within/over public trust waters but near (50 yards

² Petitioner had indicated it would be producing information about the location of duck blinds along its shoreline but has not provided them to DMF Staff to date.

in the 1985 case) private upland riparian property. It also notes that hunting is understood to be one of the activities which comprises "public trust rights" as commonly understood in North Carolina.

- 2. As noted in the 1985 memo, at that time and since, the DCM has not required permits pursuant to the CAMA or the State Dredge & Fill Law for the construction of duck blinds³ in public trust waters.
- 3. While a CAMA permit is not required for duck blind construction, regulations promulgated by the Coastal Resources Commission (CRC) pursuant to the CAMA include a description of water-dependent uses in 15A NCAC 7H .0208(a)(1) where it notes that "uses that are not water dependent shall not be permitted in coastal wetlands, estuarine waters, and public trust areas...Uses that are water dependent include: utility crossings, wind energy facilities, docks, wharves, boat ramps, dredging, bridges and bridge approaches, revetments, bulkheads, culvers, groins navigational aids, mooring pilings, navigational channels, access channels and drainage ditches;" 15A NCAC 07H .0206(d) also notes that the prioritization of uses in Estuarine Waters Area of Environmental Concern are for "those types of development activities that require water access and use which cannot function elsewhere such as simple access channels; structures to prevent erosion; navigation channels; boat docks, marinas, piers, wharfs, and mooring pilings."
- 4. The EMC also defines "water dependent structures" at 15A NCAC 02B .0202(59) as "those structures that require access or proximity to or siting within surface waters to fulfill its purpose, such as boat ramps, boat houses, docks, and bulkhead. Ancillary facilities such as restaurants, outlets for boat supplies, parking lots, and commercial boat storage areas are not water dependent structures."
- 5. Statutes administered by the Department of Administration requiring submerged lands easements for structures built within/over public trust waters specifically note that such easements are not required for duck blinds. See N.C.G.S. § 76-40(b).
- 6. Session Law 1981-581, a copy of which is attached, is a local act regarding migratory waterfowl hunting in Carteret and Pamlico counties which states that "it is unlawful to take migratory wild waterfowl within 500 yards of another person's permanently established hunting location" and defines a "permanently established hunting location" as a structure including a blind which is "permanently established" for hunting by "(2) The riparian landholder, if the site is on or in water and hunting rights in that water are not controlled by someone other than the riparian landholder;"
- 7. While Dare and Currituck counties have local laws requiring permits from their local government's Game & Wildlife Commissions for in-water duck hunting from

³ There have been enforcement situations in the past by DCM related to structures built within/over public trust waters which the builders alleged were "duck blinds" but were in fact habitable structures or cabins.

blinds, no similar local regulations specific to Carteret County were found in the Carteret County Ordinances or Carteret County Land Use Plan.

L. On or about April 19, 2022, the Potential Lessee, through Member-Manager Charles C. Allen, applied for a shellfish lease at the Lease Area. A copy of the application materials date-stamped as received on April 19, 2022, is part of the Decision Record.

M. The Lease Area was reviewed thoroughly as all proposed shellfish leases are, through a comprehensive review process. The shellfish lease application process is a multistep process that is dependent upon review and comment by DMF Staff from multiple sections and from outside agencies such as DCM and the Division of Water Resources ("DWR"). Requirements for shellfish leases including the application process are specified in N.C.G.S. § 113-201 and 202.2, and in the MFC rules at 15A NCAC 03O .0201 through -.0211. The shellfish lease application process includes an initial Internal Review Process where staff from various sections of DMF and other pertinent state and federal agencies review shellfish lease applications and provide comments back to DMF staff. In this case for the Lease Area, comments were received back from:

- 1. Tina Moore of the DMF Fisheries Management Section on June 15, 2022.
- Officer Justin Lott and Officer Jonathan Morris of the DMF Marine Patrol on June 24, 2022.
- 3. Andy Haines of the DMF Shellfish Sanitation Section on October 18, 2019.
- 4. Daniel Govoni of DCM on August 9, 2022.
- 5. John Perry of DWR on June 14, 2022.

Copies of Internal Review Process comments are part of the Decision Record.

N. A Shellfish Lease application must also meet federal requirements promulgated by the U.S. Army Corps of Engineers ("Corps") through their Nationwide Permit #48. The Shellfish Lease Application to DMF serves as a joint application with the Corps.

O. Also, as part of the shellfish lease application process, DMF Staff complete Biological Site Investigations, where they observe the proposed Lease Area and sample for the presence of Submerged Aquatic Vegetation ("SAV") and natural shellfish beds and record other pertinent information regarding the location. In this case, the Biological Site Investigation took place on June 9, 2022. Staff found no presence of SAV and zero bushels per acre of natural shellfish. Documentation of these findings is part of the Decision Record.

P. Through a memo dated October 20, 2022, DMF Shellfish Lease staff, through DMF Habitat and Enhancement Section Chief Jacob Boyd, summarized the Proposed Lease and Lease Area for DMF Director Kathy Rawls, a copy of which is part of the Decision Record. This memo summarized the findings to date, and following her review of that information, on December 16, 2022, Director Rawls decided to proceed with a 30-day public comment period followed by a public hearing for the Potential Lease.

Q. On February 15, 2023, at 6:00 p.m., the public hearing was held for this Potential Lease via a WebEx virtual hearing. A transcript from the hearing is part of the Decision Record. Three of Petitioner's members Matt Godwin, Doug Brady and Jet Matthews spoke against the Potential Lease. Chris Matteo spoke in favor of the Potential Lease.

R. As part of the public comment period regarding this shellfish lease, there were nine comments which referenced this Potential Lease, copies of which are part of the Decision Record. Of these, nine opposed the Potential Lease (including Haroldson, Godwin, Burton, Ward, Baker, Batton, Brady- who are members of Petitioner) and three supported it.

S. Petitioner, through its attorney Bryce Pike, submitted written objections to the Potential Lease dated February 10, 2023, February 13, 2023 and February 16, 2023, copies of which are part of the Decision Record. Mr. Allen also submitted a written response to the public comments dated February 16, 2023, a copy of which is part of the Decision Record.

T. Following the public hearing and public comment period, on February 22, 2023, Mr. Boyd summarized the information obtained about this Potential Lease in a memo to Director Rawls, a copy of which is past of the Decision Record. On April 5, 2023, Director Rawls made the decision to grant this Proposed Lease as it had been proposed as indicated by her marking and signature on the April 5, 2023 memo. DMF Staff also mailed a notice letter dated April 6, 2023 to Mr. Allen notifying him of the shellfish lease decision, a copy of which is attached to the Decision Record.

U. DMF's Mr. Mulvey-McFerron called Petitioner's attorney Mr. Pike on April 5, 2023 to notify him of the April 5, 2023 shellfish lease decision and emailed him the appeal form on April 6, 2023. A copy of this email is part of the Decision Record.

V. On May 4, 2023, DMF received Petitioners' third-party hearing request, a copy of which is available on the DMF's website for this matter. This was twenty-nine (29) days after the April 5, 2023 shellfish lease application decision.

W. On June 2, 2023, Counsel for the Committee, Special Deputy Attorney General Phillip Reynolds, wrote to Staff, the Potential Lessee, and Petitioner's Counsel with information about the process the SCLRC would use for deciding this matter, including a hearing date of July 18, 2023, as well as deadlines and details about requested submission.

X. On June 12, 2023, Staff received two affidavits from the Petitioner for Mr. Trowell and Mr. Mitchell, copies of which are attached.

Y. Staff did not receive a written response from the Potential Lessee by the June 19, 2023 deadline indicated by the Committee's Counsel in his letter of June 2, 2023.

Z. A recent Final Decision of ALJ Lassiter in the 8 ¹/₂ Marina v. DEQ and Boyd contested case (17 EHR 1382) in May of 2018 is helpful to understanding how DMF applies the language of the shellfish statutes and rules, a copy of which is attached.

III. DMF'S RECOMMENDATIONS

A. Has the Petitioner Alleged that the Decision is Contrary to a Statute or Rule?

Yes/No. Petitioner lists and argues that the Lease decision was contrary to seven

rules/laws, and makes the following arguments:

- 1. N.C.G.S. § 113-202(a)(1) which requires a lease to produce shellfish in commercial quantities where Petitioner argues that the closures approximately 150 yards south of this Lease Area demonstrate that the Proposed Lease would often be closed to harvest, and the oysters harvested could be contaminated.
- 2. N.C.G.S. § 113-202(a)(3) which requires a lease to be compatible with the lawful utilization by the public of other marine and estuarine resources, including, but not limited to, navigation, fighting and recreation.
- 3. N.C.G.S. § 113-202(a)(4) which states "Cultivation of shellfish in the leased area will not impinge upon the rights of riparian owners" where Petitioner argues that the Proposed Lease infringes on Petitioner's riparian rights.
- 4. Session Law 1981-581 (SB 616) which makes it "unlawful to take [waterfowl] within 500 yards of another person's permanently established hunting location."
- 5. 15A NCAC 02B .0202(59) where Petitioner argues that duck blinds are "water dependent structures" and that this rule requires a 250' setback from duck blinds as it does require setbacks for boat ramps, piers, and other similar structures.
- 6. 15A NCAC 02B .0201. Petitioner lists this rule, which is the Environmental Management Commission's Anti-degradation rule, but does not explain how the proposed lease was issued contrary to this rule.
- 7. 15A NCAC 03O .0201. Petitioner lists this rule, which is part of the MFC's shellfish lease rules, but does not explain how the proposed lease was issued contrary to this rule.

On Arguments 1-3 and 5 above, Staff agrees that Petitioner has "*alleged* that the agency has made a decision that is contrary to a statute or rule" which is relevant to the shellfish lease decision *and within DMF's jurisdiction*, and therefore meets the requirements of N.C.G.S. § 113-202(g).

On Argument 4 above, while Staff contends that while Petitioner has "alleged that the agency has made a decision that is contrary to a statute or rule" it is not a law within DMF's jurisdiction to enforce as it pertains specifically to the taking of migratory wild waterfowl (the act of hunting). Petitioner incorrectly characterized the law as requiring "...that, for safety reasons, in Carteret County, duck blinds are required, by law, to be 500 yards apart." (Petition Item 2, Paragraph 2). That is not what the law says. There is no distance between blinds required in this session law, or buffer area around each blind in which shellfish leases or other development are prohibited. As this potential future act of hunting is speculative at the Lease Area, and because this law does not prevent the siting of shellfish leases near blinds, Staff contend that Petitioner in raising this local law does not meet the requirements of N.C.G.S. § 113-202(g).

On Arguments 6-7 above, Staff disagrees that Petitioner has "alleged that the agency has made a decision contrary to a statute or rule" where Petitioner simply lists these two rules in its initial list, but neither cites these rules further nor describes in the Petition how the shellfish lease was issued contrary to these two rules. For these reasons, Staff asserts that Petitioner does not meet the requirements of N.C.G.S. § 113-202(g) regarding these two rules.

B. Is the Petitioner Directly Affected by the Decision?

No. In Petitioner's argument related to this "directly affected" factor, Petitioner's only allegation about how its member/managers would be directly affected by the lease decision is Page 11 of 23

where it alleged that the lease "will infringe upon Lukens riparian ownership rights." (Petition, Item 2, Paragraph 4) Petitioner owns upland property east of the Lease Area and this property appears to be riparian in nature where a boundary line follows mean high water. Our Supreme Court in <u>Capune v. Robbins</u>, 273 N.C. 581 (1968) held that riparian rights are

a qualified property [right] in the water frontage belonging, by nature, to their land, the chief advantage growing out of the appurtenant estate in the submerged land being the right of access over an extension of their water fronts to natural water, and the right to construct wharves, piers, or landings, subject to such general rules and regulations as the Legislature...may prescribe for the protection of public rights in rivers or navigable waters.

Riparian rights end at "natural water" (also described as "deep water"), which is not a universally set depth, but is based on the characteristics of a specific waterbody being navigated by vessels reasonably used in that area. In this case, the depth at the Lease Area is approximately -0.75 meters (-2.5 feet) which is possibly within the Petitioner's riparian area. However, a riparian area is not exclusively controlled by a riparian owner for the owner to hunt, navigate, fish, and recreate alone, but is subject to the exercise of public's trust rights in the public trust waters.

Petitioner claims that its members have erected "over 75 duck blinds on this shoreline" including "two blinds within 50 yards of the proposed lease." Petitioner's description appears to claim exclusive ownership of all these blinds regardless of whether they are on upland or within the water. However, as noted in the 1985 DOJ memo referenced in the facts above and attached, blinds erected into and over state-owned submerged bottom within/over public trust waters are not owned by the riparian owner. Staff understand that these two duck blinds referenced by Petitioner to be within 50 yards of the Lease Area are both within the water, and so would not be owned by Petitioner.

Petitioner further alleges that its members would have to "abandon their hunting spots they have maintained for over 30 years and have invested a great deal of time and money in" if this lease is signed. This statement exaggerates the likely impacts of this shellfish lease which is 3.72 acres and approximately 820 feet in length along the approximately six (6) mile shoreline of Petitioner's property and comprises less than 1% of Petitioner's shoreline. There are other locations and blinds on Petitioner's property from which to continue to hunt and fish at times when the Potential Lessee is present on the Lease Area.

Additionally, the existence of this proposed shellfish lease does not exclude undertaking these activities in the area of the lease. The Potential Lessee does not work the shellfish lease during all daylight hours and every day of hunting season, and so there is an ability for the parties to both use the resource. Petitioner's use is already subject to the exercise of the general public for public trust uses, and this would be an impact similar to that. While the Potential Lessee and members of the Petitioner's organization will have to take turns to share the public trust resources during hunting season, the shellfish lease does not foreclose all use of Petitioner's property in this area for hunting and fishing.

Finally, Petitioner alleges that it has drawn up a "master plan" for possible future development of its property not currently considered a "developed shoreline". It does not appear that a final plat has been approved, and Staff are unaware of any other steps having been taken for approvals beyond an initial plan completed in 2017 for its members consideration described by Petitioner. There is an existing 4-slip pier, boat ramp and rip-rap stabilized shoreline developed on the property, which is not in the same area as the proposed Lease Area. If a platted subdivision is one day approved and the developer or individual lot owners wish to then apply for a CAMA permit to build a pier to wharf out within their riparian area, any shellfish lease holder will have to Page 13 of 23

accommodate those riparian rights. Denial of the Potential Lease is not necessary to accommodate possible additional new piers for lots not platted or piers not yet proposed. For these reasons, Staff disagree that the shellfish lease may directly affect Petitioner and its members, and that it does not meet the requirement of N.C.G.S. § 113-202. Staff finally note that even meeting this "directly affected" standard in this proceeding may not satisfy the elevated standard of harm employed at the OAH.

C. Has the Petitioner Demonstrated that the Hearing Request is not Frivolous?

No. Petitioners' arguments consist of the seven issues noted in Section A above and will be discussed separately below considering this statutory factor.

1. Commercial quantities will not be met as required

Petitioner first asserts that the shellfish lease was issued in a location that would often be closed to harvest and the oysters harvested could be contaminated due to the closure area line approximately 150 yards south of this Lease Area, and as a result, the lease will not produce the required commercial quantities per N.C.G.S. § 113-202(a)(1). First, Staff notes that this argument is speculative about whether closures will prevent the Potential Lessee from producing the commercial quantities required of a shellfish lease. Staff contend on that basis alone it would be frivolous to have a contested case in OAH regarding the shellfish lease decision on Petitioner's speculative theory that proximity to a closure line will result in less than required yields. While that could be an issue between DMF Staff and the Potential Lessee in the future if that in fact happens, it is not now a proper basis for a contested case.

Staff further note that proximity to adjacent closure lines has no bearing on the eligibility of a proposed shellfish lease if the lease is situated in approved or conditionally approved waters and does not include an area which the State Health Director has recommended be closed to Page 14 of 23

shellfish harvest by reason of pollution per N.C.G.S. § 113-202(a)(6). The proposed shellfish lease is located in growing area F2 and is an approved harvest area that is closed an average of 7% of the year (26 days) over the last five years. This is one of the least-closed areas of the State. The Lease Area also has not been recommended for closure to shellfish harvest due to pollution. As the standards provided by N.C.G.S. § 113-202(a)(6) for closure are not met at the Lease Area, Staff contend it would be frivolous to have a contested case on the shellfish lease decision where leases are allowed in the Lease Area as described.

2. Incompatible competing uses of the public trust resources

Petitioner asserts that the shellfish lease issued is not compatible with the lawful utilization by the public of other marine and estuarine resources, including, but not limited to, navigation, fighting and recreation. While the internal review comments do note other potential public uses in and around the proposed Lease Area, this was taken into consideration by Director Rawls to determine the compatibility of the Lease Area with other public trust uses. When determining whether to grant or deny a shellfish lease, the DMF Director determines whether the lease meets the minimum statutory criteria set forth in a N.C.G.S. § 113-202(a) and includes (a)(3) which requires that "[c]ultivation of shellfish in the leased area will be compatible with lawful utilization by the public of other marine and estuarine resources." This phrase "compatible with" is not further defined by statute or regulation. DMF does not interpret this standard to mean there can be no impact to other public trust uses but interprets this minimum standard to mean that existing uses must be able to exist along with the shellfish lease within the general area at the same time. Additionally, DMF "may not grant a new lease in an area heavily used for recreational purposes." N.C.G.S. § 113-202(b). The phrase "area heavily used for recreational purposes" under N.C.G.S. § 113-202(b) is not further defined by statute or regulation. DMF interprets the phrase "area Page 15 of 23

heavily used for recreational purposes" pursuant to this subsection as an area where recreational use is concentrated relative to the surrounding water body. DMF makes this determination by examining whether there is heavy recreational or other public trust use concentrated within the shellfish lease footprint. Usually, this is an area where people tend to congregate, such as a popular sandbar, beach, or particular fishing spot. DMF's approach for determining if a lease is "compatible with" other public trust uses was upheld in the May 11, 2018 Final Decision of ALJ Lassiter in the 8 ¹/₂ Marina v. DEQ and Boyd contested case (17 EHR 1382), a copy of which is attached. In Finding of Fact 11, ALJ Lassiter found that

DMF's interpretation of the phrase 'compatible with' is reasonable, is consistent with, and supported by the plain language of the statute and statutory framework. For that reason, the undersigned defers to DMF's interpretation of this minimum standard in determining the validity of Petitioners' claims in this case. Even in the absence of deference, the undersigned independently adopts DMF's interpretation of this minimum standard.

Likewise, in Finding of Fact 14, ALJ Lassiter both deferred to DMF's interpretation of "heavily used for recreational purposes" and independently adopted DMF's interpretation of this minimum standard.

Water column shellfish leases must also "not significantly impair navigation." N.C.G.S. § 113-202.1(b)(1). The phrase "significantly impair navigation" is not further defined by statute or rule. DMF does not interpret this minimum standard to require that there be no impact to navigation, but would exclude shellfish leases in marked channels or in unmarked channels if the unmarked channel is the only deep passage through the area, and would exclude proposed leases which take up more than a third of the water body in a smaller water body such as a creek, to allow plenty of access for navigation. Finding of Fact 17 reflects that ALJ Lassiter found DMF's

interpretation of this phrase reasonable, and both deferred to DMF's interpretation and independently adopts DMF's interpretation.

The DMF Director may, in their discretion, authorize shellfish bottom and associated water column leases when they determine that the public interest will benefit from issuance of such a lease, and the proposed shellfish lease otherwise meets certain minimum standards required by law. 15A NCAC 03O .0203 explains that the DMF Director shall consider the shellfish lease application, DMF's proposed shellfish lease area analysis, and public comments, and may in their discretion lease or decline to lease the proposed shellfish lease area or any part thereof. Based on all the information and data compiled during the shellfish lease application process, Director Rawls found this proposed Lease Area is compatible with lawful utilization of the waterbody. As Director Rawls properly considered the required information in making her shellfish lease decision, and followed the interpretations of the minimum standards which were upheld by ALJ Lassiter in the 8 ½ Marina contested case, Staff contend that it would be frivolous to have a contested case on this issue, and that Petitioner fails to meet the requirements of N.C.G.S. § 113-202(g)(3).

3. The Lease will infringe upon Petitioner's riparian rights

Petitioner next asserts that the shellfish lease was issued contrary to Petitioner's riparian rights, and so the lease was issued contrary to N.C.G.S. § 113-202. Riparian rights as recognized by North Carolina case law were described in Section B above from <u>Capune v. Robbins</u>. [See also e.g., <u>Bond v. Wool</u>, 107 NC 139 (1890)]. Staff addressed this issue regarding riparian rights in Section B, above and incorporates that response here. For those reasons, Staff contend that such a hearing would be frivolous and would fail to meet the requirements of N.C.G.S. § 113-202(g)(3).

4. The lease is violative of Session Law 1981-581 forbidding hunting near another's established hunting location.

Petitioner alleges that the potential shellfish lease was issued contrary to S.L. 1981-581, which forbids hunting "within 500 yards of another person's permanently established hunting location." Staff incorporate their argument from Section A, above, that this law is outside of DMF's jurisdiction, and that having a contested case on the issue of whether the shellfish lease was issued contrary to Session Law 1981-581 over which DMF lacks jurisdiction would be frivolous.

Additionally, this law only pertains to the taking of migratory wild waterfowl (the act of hunting). However, Petitioner incorrectly characterized the law as requiring "...that, for safety reasons, in Carteret County, duck blinds are required, by law, to be 500 yards apart." (Petition Item 2, Paragraph 2). That is not what the law says. There is no distance between blinds required in this session law, or buffer area around each blind in which shellfish leases, other development are prohibited.

Staff also note that the language in SL 1981-581 describes a "permanently established hunting location" as either "(1) The landowner of the property; or (2) The riparian landholder, if the site is on or in water and hunting rights in that water are not controlled by someone other than the riparian landholder;" In this case, the blinds described by Petitioner as being near the Lease Area are apparently in the water. However, this law would not apply under (1) if the blinds are in the public trust waters and not on Petitioner's upland. Staff contend that (2) also does not apply because "hunting rights in that water" *are* "controlled by someone other than the riparian landholder." As noted in Section B, above, while the lease and apparent duck blinds may be within the Petitioner's riparian area if they are landward of "natural (or deep) water", case law holds that riparian areas of the upland owner are *still* "subject to such general rules and regulations as the Legislature…may prescribe for the protection of public rights in rivers or navigable waters." As Page 18 of 23

these waters are subject to public trust use rights, they are not "controlled" by Petitioner. While there may be some locations where a navigable waterbody may be controlled by a riparian landowner, such as when the entire waterbody is within the landowner's property and therefore not accessible by the public, that is not the case here. South River is a navigable waterbody bordered by many riparian landowners who may all access it and use it for public trust activities including fishing, hunting, navigation, and recreation.

As DMF and OAH lack jurisdiction over enforcement of S.L. 1981-581, as this law only regulates hunting near the described hunting structures and does not require a setback or buffer between duck blinds and shellfish leases, and because this law does not apply to in-water blinds even if located in Petitioner's riparian area, Staff contend that the lease decision was not issued in violation of S.L. 1981-581. For these reasons, Staff believe it would be frivolous to have a contested case on this issue and that Petitioner does not meet the requirements of N.C.G.S. § 113-202(g)(3).

5. Duck Blinds are "water dependent structures" which require a 250-foot setback

Petitioner argues that duck blinds are "water dependent structures" and that 15A NCAC 03O .0201(a)(2) requires a 250-foot setback from duck blinds as it requires setbacks for "waterdependent shore-based structures" such as "docks, wharves, boat ramps, bridges, bulkheads, and groins." Staff disagree for the reasons described below.

Staff contend that the Lease Area is "bordered by undeveloped shoreline" and 15A NCAC 03O .0201(2) does not require the Lease Area to meet a 250-foot setback. Staff's conclusion that Petitioner's property near the Lease Area is an "undeveloped shoreline" is supported by the attached aerial photographs of Petitioner's property, by the tax office property cards describing where structures are located on Petitioner's property (which is not within the area which "borders" Page 19 of 23

the Lease Area), and by the CAMA permits which authorized the development of the 4-slip pier, rip-rap shoreline and boat ramp in an area which does not "border" the Lease Area.

Staff also disagree that duck blinds are "water dependent structures" as alleged by Petitioner and by Petitioner's affidavits from Mr. Trowell and Mr. Mitchell. The MFC defines the term "water dependent structures" in 15A NCAC 03O .0201(a)(2) for the purposes of the shellfish rules, as a water-dependent shore-based structure that "shall include docks, wharves, boat ramps, bridges, bulkheads, and groins". Further, The CRC and EMC rules defining "water dependent structures" both necessitate that such structures "require access or proximity to or siting within surface waters to fulfill its purpose" or "require water access and use which cannot function elsewhere." (See 15A NCAC 02B. 0202(59) and 15A NCAC 07H .0206(d)) While it is clear that duck blinds can be constructed in the water, they can also be constructed on land and still "fulfill its purpose" and "function." This necessitates a finding that duck blinds are not "water dependent structures".

As the Lease Area borders an undeveloped shoreline and because a duck blind is not a "water dependent structure", 15A NCAC 03O .0201(a)(2) does not require the Lease Area to be setback 250-feet from Petitioner's riparian shoreline. To have a contested case on this issue would be frivolous. Staff believe that Petitioner does not meet the requirements of N.C.G.S. § 113-202(g)(3).

6. 15A NCAC 02B .0201 (EMC Anti-degradation rule) and

7. 15A NCAC 03O. 0201 (Shellfish rule, no specific portion highlighted).

Finally, Petitioner's sixth and seventh argument listed in Section A above are that the Potential Lease was contrary to 15A NCAC 02B .0201 (the EMC's Anti-degradation rule) and 15A NCAC 03O .0201 (an MFC rule related to shellfish leases). As noted in Section A above, Page 20 of 23

while Petitioner lists these two rules, it gives no explanation or argument about how the lease decision was made contrary to these rules. Staff contend that it would be frivolous to have a contested case in OAH on the issue of whether the lease was issued contrary to these two rules where Petitioner fails to articulate an argument or explanation to demonstrate how the lease decision is violative of these rules. For these reasons, Staff believe that Petitioner does not meet the requirements of N.C.G.S. § 113-202(g)(3).

IV. CONCLUSION

In conclusion, Staff believes that Petitioner has not met the criteria justifying a contested case hearing. For the reasons stated herein, the DMF, through its undersigned attorney, recommends that Petitioner's Third Party Hearing Request be DENIED by the Committee.

This the 23^{rd} day of June 2023.

FOR THE DIVISION OF MARINE FISHERIES

__/s/ Christine A. Goebel__ Christine A. Goebel Assistant General Counsel North Carolina Department of Environmental Quality 1601 Mail Service Center Raleigh, NC 27699-1601 (919) 707-8554 Christine.goebel@deq.nc.gov

<u>CERTIFICATE OF SERVICE</u>

This is to certify that I have served a copy of the attached Recommendation of the Division of Marine Fisheries on following people:

Robert B. ("Bryce") Pike, III, Attorney for Petitioner, via email to: <u>bryce@pikelawfirm.com</u>

(Charles) "Christopher" Allen, Member/Manager of Changing Tides, LLC, Lessee, via email to:

ccallen68@gmail.com

Shellfish Cultivation Lease Review Committee, via email to: Special Deputy AG Phillip Reynolds, SCLRC Counsel Assistant AG Sarah Zambon, SCLRC Co-Counsel

mhc@deq.nc.gov preynolds@ncdoj.gov szambon@ncdoj.gov

This the 23^{rd} day of June, 2023.

__/s/ Christine A. Goebel___ Christine A. Goebel DEQ Assistant General Counsel

LIST OF ATTACHMENTS TO THE STAFF RECOMMENDATION

- 1. Changing Tides, LLC 2019 Articles of Organization (Fact A)
- 2. Changing Tides, LLC 2022 Annual Report (Fact A)
- 3. Allens deed to 189 South River Drive 1554/250 (Fact B)
- 4. Allens tax card (Fact B)
- 5. Aerial of Allen's house at 189 South River Dr, and one showing distance to lease(Fact B)
- 6. Aerial/Ground images of Lease Area (Fact C)
- 7. Aerial from lease tool showing distance of 1.3 NM from Neuse River (Fact C)
- 8. Aerial from lease tool showing distance of 112' waterward from shoreline (Fact C)
- 9. Aerial from lease tool showing distance from proposed lease to existing lease (Fact C)
- 10. Lease transfer from Osborne/Bobbitt to Changing Tides on June 13, 2022 (Fact D)
- 11. Lukens Island Timber Enterprises, LLC 1996 Articles of Organization (Fact E)
- 12. Lukens Island Timber Enterprises, LLC 2023 Annual Report (Fact E)
- 13. Lukens Island Timber Enterprises, LLC eleven tax cards (Fact F)
- 14. Lukens Island Timber Enterprises, LLC Carteret Co GIS showing 10 parcels (Fact F)
- 15. CAMA GP 12094 from 1993 (Fact G)
- 16. CAMA GP 13121 from 1994 (Fact G)
- 17. CAMA GP 15941 from 1996 (Fact G)
- 18. CAMA GP 23500 from 1999 (Fact G)
- 19. CAMA GP 55358C from 2010 (Fact G)
- 20. Aerial from lease tool showing no recognized submerged lands claims in area (Fact H)
- 21. Aerial from lease tool showing nearby closure line (Fact G)
- 22. GIS of two nearest duck blinds' distance from lease(Fact J)
- 23. Two ground-level photos showing two duck blinds nearest lease area (Fact J)
- 24. 1985 DOJ memo re: duck blinds (Fact K)
- 25. SL 1981-581 about waterfowl hunting in Carteret Co and Pamlico Co (Fact K)
- 26. Trowell and Mitchell affidavits from Petitioner received on June 12, 2023 (Fact X)
- 27. 8.5 marina contested case- final decision (Fact Z)

SOSID: 1823931 Date Filed: 3/27/2019 11:34:00 AM Elaine F. Marshall North Carolina Secretary of State C2019 078 12527

ARTICLES OF ORGANIZATION

OF

CHANGING TIDE RENOVATIONS, LLC

Pursuant to §57D-2-20 of the General Statutes of North Carolina, the undersigned does hereby submit these Articles of Organization for the purpose of forming a Limited Liability Company.

ARTICLE I

The name of the Limited Liability Company is **CHANGING TIDE RENOVATIONS**, LLC.

ARTICLE II

The name and address of the person executing these articles of organization is as follows:

M. Douglas Goines 911 Arendell Street Morehead City, NC 28557 Carteret County

ARTICLE III

The name of the initial registered agent is:

Charles Chris Allen

ARTICLE IV

The street address and county of the initial registered office of the Limited Liability Company is:

189 S. River Drive Beaufort, NC 28516 Carteret County

ARTICLE V

The mailing address and county of the initial registered office of the Limited Liability Company is:

189 S. River Drive Beaufort, NC 28516 Carteret County

ARTICLE VI

The Limited Liability Company has a principal office. The principal office telephone number is 336-607-4463. The street address and county of the principal office of the Limited Liability Company is:

189 S. River Drive Beaufort, NC 28516 Carteret County

ARTICLE VII

The mailing address and county of the initial Principal office of the Limited Liability Company is:

189 S. River Drive Beaufort, NC 28516 Carteret County

ARTICLE VIII

These articles will be effective upon filing.

This the 194 day of March . 2019.

M. Douglas Goines, Organizer

	YANY ANNUAL RE	PORT				
VAME OF LIMITED LIABILITY COMPANY: Changing Tide Renovations, LLC						
SECRETARY OF STATE ID NUMBER: <u>18239</u> REPORT FOR THE CALENDAR YEAR: <u>202</u>		of Formation: <u>NC</u>		Filing Office Use Only E - Filed Annual Report 1823931 CA202300501745 1/5/2023 12:15		
SECTION A: REGISTERED AGENT'S INFORMATION						
1. NAME OF REGISTERED AGENT: Allen, Charles Chris						
2. SIGNATURE OF THE NEW REGISTERE		IATURE CONSTITUTES CO	NSENT TO THE APPO	INTMENT		
3. REGISTERED AGENT OFFICE STREET	ADDRESS & COUNTY	4. REGISTERED AG	ENT OFFICE MAIL	ING ADDRESS		
218 LANDS END ROAD		218 LANDS END	ROAD			
MOREHEAD CITY, NC 28557 Cartere	et County	MOREHEAD CITY	, NC 28557			
SECTION B: PRINCIPAL OFFICE INFORMATION 1. DESCRIPTION OF NATURE OF BUSINESS: Home improvement 2. REINCIPAL OFFICE PHONE NUMBER: (050) 500 0.0000 2. REINCIPAL OFFICE PHONE NUMBER: (050) 1. DESCRIPTION OF NATURE OF BUSINESS:						
 2. PRINCIPAL OFFICE PHONE NUMBER: (252) 503-2686 3. PRINCIPAL OFFICE EMAIL: Privacy Redaction 4. PRINCIPAL OFFICE STREET ADDRESS 5. PRINCIPAL OFFICE MAILING ADDRESS 						
218 LANDS END ROAD		218 LANDS END ROAD				
MOREHEAD CITY, NC 28557		MOREHEAD CITY, NC 28557				
6. Select one of the following if applicable. (Optional see instructions) The company is a veteran-owned small business The company is a service-disabled veteran-owned small business						
SECTION C: COMPANY OFFICIALS (Enter add	itional company officials i	n Section E.)				
NAME: Charles C Allen	NAME: Allyson Y A	llen	NAME:			
TITLE: Managing Member	TITLE: Managing N	Nember	TITLE:			
ADDRESS:	ADDRESS:		ADDRESS:			
218 LANDS END ROAD	218 Lands End Rd					
MOREHEAD CITY, NC 28557	28557					
SECTION D: CERTIFICATION OF ANNUAL REPORT. Section D must be completed in its entirety by a person/business entity.						
Charles C Allen	Charles C Allen		DATE			
Form must be signed by a Company Official listed under Section C of This form.						
Charles C Allen Print or Type Name of Company Official		Managing Member Print or Type Title of Company Official				
This Annual Report has been filed electronically. MAIL TO: Secretary of State, Business Registration Division, Post Office Box 29525, Raleigh, NC 27626-0525						



NORTH CAROLINA, CARTERET COUNTY This instrument and this certificate are duly filed at the date and time and in the Book and Page shown on the first page hereof.

> Jerry T. Hardesty, Register of Deeds By K. J. Annie Worden Agel. Deputy, Register of Deeds

FOR REGISTRATION REGISTER OF DEEDS
Carteret County, NC September 20, 2016 02:09:17 PM
TRAVIS DEED 6 P
NC REVENUE STAMP: \$308.00 FILE # 1554250
FILE # 1004200

FILF # 1554250

WARRANTY DEED

PREPARED BY: BESWICK, GOINES, WICKIZER & MEEKS, PLLC, 911 ARENDELL STREET, MOREHEAD CITY, NC 28557 RETURN TO: BESWICK, GOINES, WICKIZER & MEEKS, PLLC, 911 ARENDELL STREET, MOREHEAD CITY, NC

28557

STATE OF NORTH CAROLINA COUNTY OF CARTERET Excise Tax:\$ 308.00 Parcel # 742503129813000

THIS WARRANTY DEED made and entered into this <u>15</u> day of September, 2016, by and between:

Kirk A. Rupp and wife, Deborah Carrol Edwards Rupp Deborah Carrol Edwards Rupp, Trustee under the Will of Anne Lloyd Edwards dated October 12, 1995 for benefit of Robert Larry Edwards, Jr. and Lori Davis Cook, Trustee under the Will of Anne Lloyd Edwards dated October 12, 1995 for benefit of Mark Weldon Gordon (GRANTOR)

and

Charles Christopher Allen and wife, Susan Allyson Allen 4420 Bunton SWain Roud Uberty. NC 27235

(GRANTEE)

The designation GRANTOR and GRANTEE as used herein shall include said parties, their heirs, successors and assigns and shall include singular, plural, masculine, feminine or neuter as required by context.

WITNESSETH:

That the GRANTOR, for a valuable consideration paid by the GRANTEE, the receipt of which is hereby acknowledged, has and by these presents does grant, bargain, sell and convey unto the GRANTEE in fee simple, all that certain lot, tract or parcel of land situated in CARTERET COUNTY, North Carolina and more particularly described as follows:

BOOK SSY PAGE 250

WHEREAS, in a General Warranty Deed dated September 26, 1980 and recorded on September 30, 1980 in Book 444, Page 57 of the Carteret County Registry, The Trust received a parcel of land located in Carteret County.

NOW, THEREFORE, GRANTOR, pursuant to the provisions of the Trust, does hereby grant, bargain, sell and convey unto the GRANTEE, its heirs and/or successors and assigns in fee simple, all that certain lot, tract or parcel of land situated in Carteret County, North Carolina and more particularly described as follows:

BEING Lot No. 6 of Sportsman Village Sub-Division - Revised Section B - as shown on plat prepared by Clotus Craven, Registered Surveyor, August, 1969, said plat is to be found recorded in the Office of the Register of Deeds, Carteret County, North Carolina, in Map Book 7, at page 87.

This property IS NOT the primary residence of Grantor.

It is the intent of this conveyance to remove the property from trust and to hold it as individuals.

The above-described property is conveyed and accepted subject to such easements, restrictions and rights of way as appear of record in the Carteret County Registry.

TO HAVE AND TO HOLD the aforesaid lot, tract, or parcel of land and all privileges and appurtenances thereto belonging to the GRANTEE in fee simple.

And Grantor covenants with Grantee that Grantor has done nothing to impair such title as Grantor has received and Grantor will warrant and defend title to the same against the lawful claims of all persons claiming by, through, under, or on account of Grantor, as Trustee of Trust, insofar as it is the said Grantor's duties to do so by virtue of the said Grantor's office as Trustee as aforesaid, and no further.

IN WITNESS WHEREOF, the Grantor has hereunto set its hand and seal, the day and year first above written.

Sirk A. Rupp (SEAL)

BOOK 1554 PAGE 250

borah Carol Edwards (SEAL)

Deborah Carrol Edwards Rupp, Trustee of The Under the Will of Anne Lloyd Edwards Dated October 12, 1995 for Benefit of Robert Larry Edwards Jr.

(SEAL)

Lori Davis Cook, Trustee of The Under the Will of Anne Lloyd Edwards Dated October 12, 1995 for Benefit of Mark Weldon Gordon

STATE OF NORTH CAROLINA

COUNTY OF Lexington

I, a Notary Public of the county and state aforesaid, certify that Kirk A. Rupp personally appeared before me this day and acknowledged the execution of the foregoing instrument.

Witness my hand and official stamp or seal, this 16 th day of September, 201_{W_N} .



Notary Public Sham 1 Ard Printed Name of Notary s

STATE OF NORTH CAROLINA

COUNTY OF Lexington

I, a Notary Public of the county and state aforesaid, certify that Deborah Carrol Edwards Rupp personally appeared before me this day and acknowledged the execution of the foregoing instrument.

Witness my hand and official stamp or seal, this tember, 2016 Notary Myscommission/expin Sher 22 Printed utre or Notary DB **111106** SOUTH 554 PAGE 250 BOOK

STATE OF NORTH CAROLINA

COUNTY OF Lexington

I, <u>Shemil Ann Weil</u>, a Notary Public of the county and state aforesaid, certify that Deborah Carrol Edwards Rupp, Trustees under the Will of Anne Lloyd Edwards dated October 12, 1995 for benefit of Robert Larry Edwards, Jr. personally appeared before me this day and, first being duly sworn, signed the foregoing instrument.

Witness fray hand and official stamp or seal, this Lot day of September, 2016. Mission Cto NOTARY con n expires: Ay PUBLIC Notary Public Or SOUTH CAN SOUTH CARUNI Sherry Ann Printed Name of Notary S 1

STATE OF NORTH CAROLINA

COUNTY OF Lexington

I, <u>Sherry Ann Weil</u>, a Notary Public of the county and state aforesaid, certify that Lori Davis Cook, Trustee under the Will of Anne Lloyd Edwards dated October 12, 1995 for benefit of Mark Weldon Gordon personally appeared before me this day and, first being duly sworn, signed the foregoing instrument.

thy, hand and official stamp or seal, this 1 day of September, 2016. LIAN SHEP My com PUBLIC ₽ubAc Notary САС САРИСТИСА (SBALL) Shengl Ann We Printed Name of Notary * 45 SIA

BOOK 1554 PAGE 250

(SEAL) Deborah Carrol Edwards Rupp, Trustee of The Under the Will of Anne Lloyd Edwards Dated October 12, 1995 for Benefit of Robert Larry Edwards Ir. Low Davis Cook, Trustee of The Under the Will of Anne Lloyd Edwards Dated October 12, 1995 for Benefit of Mark

STATE OF NORTH CAROLINA

COUNTY OF

I, a Notary Public of the county and state aforesaid, certify that Kirk A. Rupp personally appeared before me this day and acknowledged the execution of the foregoing instrument.

Weldon Gordon

Witness my hand and official stamp or seal, this _____ day of September, 2016

My commission expires:

Notary Public

Printed Name of Notary

STATE OF NORTH CAROLINA

COUNTY OF

I, a Notary Public of the county and state aforesaid, certify that Deborah Carrol Edwards Rupp personally appeared before me this day and acknowledged the execution of the foregoing instrument.

Witness my hand and official stamp or seal, this _____ day of September, 2016

Notary Public

My commission expires:

Printed Name of Notary

BOOK 1554 PAGE 250

STATE OF NORTH CAROLINA

COUNTY OF

I, , a Notary Public of the county and state aforesaid, certify that Deborah Carrol Edwards Rupp, Trustees under the Will of Anne Lloyd Edwards dated October 12, 1995 for benefit of Robert Larry Edwards, Jr. personally appeared before me this day and, first being duly sworn, signed the foregoing instrument.

Witness my hand and official stamp or seal, this day of September, 2016.

My commission expires:

Notary Public

(SEAL)

Printed Name of Notary

STATE OF NORTH CAROLINA

ilford COUNTY OF

I, <u>Catherine R. Cress</u>, a Notary Public of the county and state aforesaid, certify that Lori Davis Cook, Trustee under the Will of Anne Lloyd Edwards dated October 12, 1995 for benefit of Mark Weldon Gordon personally appeared before me this day and, first being duly sworn, signed the foregoing instrument.

Witness my hand and official stamp or seal, this $\frac{1}{10}$ day of September, 2016.

My commission expires: 04-30-2021

(SEAL)



atherine

Printed Name of Notary

BOOK 1554 PAGE

Carteret County

Property Data

Parcel Number: 742503129813000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

<u>Property Info</u>		Building Info	
PARCEL NUMBER:	742503129813000	BATHS:	2
OWNER:	ALLEN, CHARLES C ETUX SUSAN A	BEDROOMS:	2
PHYSICAL ADDRESS	189 S RIVER DR BEAUFORT	CONDITION:	N/A
MAILING ADDRESS:	218 LANDS END ROAD MOREHEAD CITY NC 8941 28557	EXTERIOR WALLS:	26 VINYL
LEGAL DESCRIPTION:	L6 B2 SB SPORTSMAN VILLAGE	FLOOR FINISH:	14 CARPET 08 VINYL
DEED REF:	1554-250	FOUNDATION:	03 POST
PLAT REFERENCE:	7-87	HEAT:	10 HEATPUMP
NEIGHBORHOOD:	100002	ROOF COVER:	03 COMP SHNGL
SALE DATE:	09/20/2016	ROOF STRUCTURE:	03 GABLE
SALE PRICE:	\$154,000	SQUARE FOOTAGE:	3138
ACREAGE:	0.437	YEAR BUILT:	1981
LAND VALUE:	\$69,608	BUILDING VALUE:	\$157,240
EXTRA FEATURE VALUE:	\$25,016	PARCEL VALUE:	\$251,864

Sketches



<u>Photos</u>



RT 100002.040.000		ALLEN,C	HARLES C	ETUX SUSAN A	A 2023	251,864 MKT
CARD 001 PID R 7425.03.12.98	813000				251,864 PY Val	USE
69,608 LAND 001					,	
157 340 BLDC 001		218 LAN	DS END R	OAD		DEF
157,240 BLDG 001 LISTER 8/28/2020 25,016 XFOB 003	MEH	MOREHEA	D CITY N	C 28557 8941		.437 ACRES
TWP MERRIMON RESCUE OTHER	CITY			FIRE SRIVER,	/MERRIMON FIRERESCUE	SOUTH RIVER
LOT BLK DR S BEAUFORT 28516	s		PL BK/P	G 7 87	PLAT ADDRES	S 0000189 RIVER
	JSE 000100 RES	IDENTIAL		DEED 1554	250 AICUZ	PRINTED
LEGAL: L6 B2 SB SF		GE				
						tem# 001)
Code Description		escription	Code	Description	Code Description	Code
Description Code MODL 01 SNG FAMILY			ARCH 10		QUAL ØC C GRADE	STYS 1.0
SIZE N/A	DVAL 000010	SNGTAILLI	Anen 10	CONVENTE		5115 1.0
FNDN 03 POST	FRME	N/A	WNDO	N/A	EXW1 26 VINYL	EXW2 .
EXW2%						
HEAT 10 HEATPUMP	A/C	N/A	RSTR Ø3	GABLE	RCV1 03 COMP SHNGL	RCV2 .
RCV2% INT1 05 DRYWALL	INT2 06	WOODPANEL	INT2% 1	0	FLR1 14 CARPET	FLR2 08 VINYL
FLR2% 10	1012 00	WOODFANLL	11112/01	0	TERI 14 CARFET	
KTCH N/A	DPRT 02		BATH	2.00	BDRM 2	ROOM
SPCD N/A						
+/- N/A		FIREPLACE	UD-3	N/A	UD-4 N/A	HTFL 04
ELECTRIC HTF2	N/A	NI / A		NI / A		
COND 0G GOOD AYB 1981 EYB	INSP 1995	N/A	UD-9	N/A	UD-9 N/A	UD-9%
AID 1901 LID		CULATION				TRAVERSE
Subarea Actual			Rate	Value %Good	RCNLD DCK1981=1	105\$ DCK1982=497\$
0UG2007=480\$ 05U206	97=480\$					
DECK 1105	276			20224 73.00		6=576\$.
DECK 497	124			9087 73.00	6,633	
ONE/UFG 480	696 480			50999 73.00	37,229	
1.50/UF 480 ONE/UFG 576	912 720 835 576			66827 73.00 61184 73.00	48,783 44,664	
	0/0	, 570 10	0.22	7078 73.00	5,168	
TOTAL 3138	1776	5 12	1.28	73.00	-,	
TOTAL	2843	1536	2	15399	157,240	
RT 100002.040.000 ALLEN, CHARLES C ETUX SUSAN A 2023 251,864 MKT CARD 002 251,864 PY Val PID R 7425.03.12.9813000 USE 69,608 LAND 001 218 LANDS END ROAD DEF 157,240 BLDG 001 LISTER 8/28/2020 MEH MOREHEAD CITY NC 28557 8941 .437 ACRES 25,016 XFOB 003 TWP MERRIMON CITY FIRE SRIVER/MERRIMON FIRERESCUE SOUTH RIVER RESCUE OTHER LOT BLK PL BK/PG 7 87 PLAT ADDRESS 0000189 RIVER DR S BEAUFORT 28516 NBHD 10000200 USE 000100 RESIDENTIAL DEED 1554 250 AICUZ PRINTED 6/16/2023 BY ALLENW LEGAL: L6 B2 SB SPORTSMAN VILLAGE SALES BUILDING PERMITS IN Q RC M V Sale Date Sale Price Number Type Description Issued Schd Complt Revisit Act Complt Amount I 9/20/2016 AC190098 PRMT STORMDAMAG WD U 154,000 4/10/2019 8/28/2020 10,000 OT170574 PRMT BOATLIFT 4/04/2017 8/28/2020 8,000 RVDT RVDT REVISTDATE 3/14/2006 1/01/2007 8/14/2007 EXTRA FEATURES Seq Bldg Code Description Length Width Height #Units UT Qty Qual UTPrice Year Adj1 Adj2 Adj3 Adj4 %Good Value 90 001 00049A PIER-EXCELLENT 5 450.000 SF 1 0A 30.800 2020 1.00 1.00 1.00 1.00 100.00 13.860 160.000 SF 1 0A 30.350 2020 1.00 1.00 002 00056A DOCK-EXCELLENT 10 16 1.00 1.00 100.00 4,856 003 00010C BOATLIFT-AVERAG 1.000 UT 1 0C 6,300.000 2020 1.00 1.00 1.00 1.00 100.00 6,300 LAND Seq Zone Code Use Description Front Depth Back FT #Units UT UTPrice Adj1 Adj2 Adj3 Adj4 Fadj Dadj Nbhd Eff Rate Adj Value RIVER/CREEK LOT 1 100214 80.000 FF 80 238 60 700.000 1.00 1.00 1.00 1.00 1.10 1.13 870.100 1.000 69,608

Tax Parcel Information:

Owner: ALLEN, CHARLES C ETUX SUSAN A

Current PIN: 742503129813000

Site Address: 189 S RIVER DR BEAUFORT

Mailing Address: 218 LANDS END ROAD

MOREHEAD CITY NC 28557 Legal Description: L6 B2 SB SPORTSMAN VILLAGE

Prior PIN: 10006B0217

City Limits:

Rescue District: SOUTH RIVER RESCUE Fire District: SRIVER/MERRIMON FIRE Tax District: 10 Township: MERRIMON Use: RESIDENTIAL

Land Value: \$69,608	NBHD: 100002
Bldg Value: \$157,240	Bldg Htd Sq Ft: 1776
Blug Value. \$137,240	Bldg Tot Sq Ft: 3,138
Other Value: \$25,016	Year Built: 1981
Total Value: \$251,864	Noise Level:
Sale Price: \$154,000	AICUZ Zone:
Taxed Acres: 0.437	GIS Acres: 0.454
Plat Ref: 7 / 87	Roll Type: R
Deed Ref: 1554 / 250	Deed Date: 20160920
Bedrooms: 2	Bathrooms: 2

Carteret County, N.C.

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The information displayed by this website is prepared for the inventory of real property found within this jurisdiction and is compiled from recorded deeds, plats, and other public records and data. Users of this information are hereby notified that the aforementioned public primary information sources should be consulted for verification of the information contained on this site. Carteret County assumes no legal responsibility for the information contained on this site. Carteret County does not guarantee that the data and map services will be available to users without interruption or error. Furthermore, Carteret County may modify or remove map services and access methods at will.









TRANSFER OF SHELLFISH BOTTOM LEASE No. 1994813 and SHELLFISH WATER COLUMN LEASE AMENDMENT No. 1994821

STATE OF NORTH CAROLINA

COUNTY OF CARTERET

This Shellfish Lease Transfer ("Transfer") of Shellfish Bottom Lease No. 1994813 ("Lease"), and Shellfish Water Column Amendment No. 1994821 ("Amendment"), made this 1374 day of 300 day of 300 between, David W. Osborne and Hardy K. Bobbitt, party of the first part, to Changing Tide Renovations, LLC, Charles C. Allen and Mason H. Allen, party of the second part of 218 Lands End Road, Morehead City, NC 28557, North Carolina residents for the previous six months.

WITNESSETH: The receipt of which is hereby acknowledged, the party of the first part, subject to the conditions hereinafter made, hereby sells, transfers and assigns unto the party of the second part their successors and assigns, all the right, title and interest of the party of the first part in and to the issues, profits and specifically the oysters and/or clams and rights and benefits of the following described shellfish bottom lease and water column leases(s): a 0.59-acre shellfish bottom lease superjacent water column lease(s) located in a portion of South River, Carteret County, N.C., which is more particularly described as follows:

Within the area described by a line beginning at the point 34° 58.35484163 N, 76° 34.61946351 W; running southeasterly to the point 34° 58.32933165 N, 76° 34.59091353 W; running southwesterly to the point 34° 58.31690163 N, 76° 34.60833353 W; running northwesterly to the point 34° 58.34414164 N, 76° 34.63994353 W; running northeasterly to the point of beginning as not to exceed a total of 0.59 acres.

This Transfer is made subject to all the terms and conditions of the current shellfish lease contract agreement(s) executed between <u>David W. Osborne and Hardy K. Bobbitt</u>, of Beaufort and the Secretary of the Department of Environmental Quality through his designee, the Director of the Division of Marine Fisheries, in the permanent assignment of the Lease and Amendment, dated from the 1st day of July 2021 and expiring on the 30th day of June 2031. The terms and conditions of the current shellfish lease contract agreement(s) are enclosed.

Signature of party of the first part:

David W. Osborne

STATE OF NORTH CAROLINA COUNTY OF <u>Guilford</u>

I, <u>Holly Hardy</u>, Notary Public, do hereby certify that <u>David W. Osborne</u>, party of the first part, personally appeared before me this day and acknowledged to me that they voluntarily signed the foregoing document for the purpose stated therein, and in the capacity indicated.

8 day of June WITNESS my hand and seal, this the 2022 HOLLY HARDY lotery Public, North Carolina NOTAR PUBLIC SIGNATURE **Randolph County Commission Expires** March 20, 2027 Signature of party of the first part: STATE OF NORTH CAROLINA COUNTY OF Cartenet

I, <u>Oldug</u> N. <u>Inpr</u>, Notary Public, do hereby certify that <u>Hardy K. Bobbitt</u>, party of the first part, personally appeared before me this day and acknowledged to me that they voluntarily signed the foregoing document for the purpose stated therein, and in the capacity indicated.

Transfer of Shellfish Bottom Lease No. 1994813 and Shellfish Water Column Lease Amendment No. 1994821 Page 2 of 8

MITNESS my hand and seal, this the <u>13</u> day of <u>June</u> <u>June</u> NOTARY DUBLIC SIGNATURE My Commission expires: <u>11-3-24</u>	20 22 MOTARL NOTARL OARTHINGTACY N ANTHING
Signature of party of the second part:	
STATE OF NORTH CAROLINA COUNTY OF <u>Clert-enef</u>	
I, <u>Stary N. Tripp</u> , Notary Public, do hereby cert part, personally appeared before me this day and acknowledged to me document for the purpose stated therein, and in the capacity indicated.	ify that <u>Charles C. Allen</u> , party of the second that they voluntarily signed the foregoing
WYTNESS my family and seal, this the <u>13</u> day of <u>June</u> NOTARY PUBLIC SIGNATURE	20 22 NOTARL
My Commission expires: <u>11-3-24</u>	A COUNTY INTERNET
Signature of party of the second part:	
STATE OF NORTH CAROLINA COUNTY OF <u>Curteret</u>	
I, <u>Stacy</u> N.Tripp, Notary Public, do hereby cert part, personally appeared before me this day and acknowledged to me document for the purpose stated therein, and in the capacity indicated.	ify that Mason H. Allen, party of the second that they voluntarily signed the foregoing
HTNESS my hand and seal this the 13 day of June Stury . Oripp NOTARY PUBLIC SIGNATURE	20 AA
My Commission expires: <u>11-3-24</u>	A NOTATLY O
	The second se

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SHELLFISH BOTTOM LEASE CONTRACT CONDITIONS

TO HAVE AND TO HOLD the above-described Leased Premises, and all privileges and appurtenances thereto appertaining, to the said LESSEE and their heirs, successors and assigns, subject to and in accordance with the following terms and conditions:

- 1. This Lease shall commence upon its issuance by the LESSOR and shall expire at noon on the first day of July following the tenth anniversary of said commencement date (the "Term").
- 2. During the Term, rent shall be paid on an annual basis as follows:
 - a. Rent shall be ten dollars (\$10.00) per acre, per year and must be paid in advance prior to the first day of July each year.
 - b. All of the foregoing conditions relating to rent, including the amount of rent, are subject to change at the expiration of the Term, and new terms and conditions may be imposed on any renewal of this Lease in accordance with amendments to the North Carolina General Statutes or regulations under which this Lease is granted.
- 3. During the Term, the LESSEE shall meet productions requirements in accordance with the North Carolina General Statutes and rules under which this Lease is granted. Failure to meet such production requirements shall be grounds for termination of this Lease.
- 4. All of the provisions of Article 16 of Chapter 113 of the North Carolina General Statutes and the regulations of the Marine Fisheries Commission concerning leased bottoms are incorporated herein by reference and made a part of this Lease.
- 5. All laws, rules and regulations now in effect or hereinafter enacted which are applicable to public bottoms or the general public shall also be applicable to the above-described Leased Premises and to the LESSEE, unless such laws, rules and regulations specifically exclude leased bottoms or unless the operation of such laws, rules and regulations are contrary to any of the express terms of this Lease.
- 6. Any permanent assignment of the Lease, in whole or in part, shall be considered a transfer. No transfer of this Lease or sublease of the Leased Premises, in whole or in part, shall be valid until notice is provided to the LESSOR as provided in Article 16 of Chapter 113 of the North Carolina General Statutes and the LESSOR provides written consent in order to ensure that a transferee or sub-lessee meets the requirements of the North Carolina General Statutes and the Marine Fisheries Commission. A transfer may only be made by the use of forms approved or furnished by the LESSOR. A sublease shall be any temporary assignment of the Leased Premises, in whole or in part. In no event shall this Lease or any interest in the Leased Premises be transferred or subleased to a nonresident of North Carolina. The purported transfer of this Lease or sublease of the Leased Premises to a nonresident of North Carolina shall result in the termination of this Lease. Subject to the foregoing, this Lease shall be binding upon and enforceable against, and shall inure to the benefit of, the LESSOR and LESSEE and their respective, legal representatives, successors and permitted assigns.
- 7. The LESSEE shall maintain compatibility with the lawful utilization by the public of other marine and estuarine resources including but not limited to navigation, fishing and recreation. The LESSEE may place permitted markers, devices or aquaculture equipment related to the cultivation and harvesting of shellfish on the Leased Premises; provided, that in no event shall any markers, devices or equipment permitted hereunder extend more than eighteen (18) inches above the Leased Premises.

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8. This Lease is subject to all rights conferred in previous conveyances by LESSOR in and to the Leased Premises. That portion of the Leased Premises within the limits of the riparian zone of upland property owners (i.e. the area within those lines that extend perpendicular from the point of intersection of the mean high water mark on the shore of the riparian land to the channel or deep water in front of the riparian land) remains subject to the lawful exercise of those riparian rights, including the right to build piers or other structures for access to navigable waters within the boundaries of the Lease Premises. The LESSOR shall have the right to amend this Lease for the purpose of excepting from the description of the Leased Premises such portion thereof as may interfere with the lawful exercise of riparian rights by an upland owner. The following is the general process by which any such amendment shall be made:

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- a. Upon application of an upland owner whose riparian zone overlaps or lies adjacent to the Leased Premises, LESSOR may amend this Lease by excluding so much of the portion of the Leased Premises and superjacent water column as interferes with the upland owner's exercise of riparian rights.
- b. Such application by an upland owner must show that they have obtained the necessary permits for the construction or placement of a pier(s) or other structure(s) within the Leased Premises or a portion thereof.
- c. LESSOR shall allow not less than a six (6) month interval between notification of the issuance of the permit for the construction or placement of a pier(s) or other structure(s) and any amendment of this Lease. During said interval, upon notice from LESSOR, LESSEE shall remove all markers, devices, and aquaculture equipment placed within that portion of the Leased Premises or superjacent water column that is to be excepted from the operation of this Lease. Lessee may also remove from such excepted portion of the Lease Premises any shellfish, including cultch materials, which have resulted from the LESSEE'S cultivation activities.
- d. Any amendment of this Lease as provided in this section shall except such portion of the Leased Premises and superjacent water column as interferes with the upland owner's construction or placement of a pier(s) or other structure(s), and in any event the amended Leased Premises shall be set back a minimum of one hundred (100) feet from the approximate normal high-water shoreline of the upland property. In such amendment, the annual rent due and production requirements hereunder shall be reduced by an amount proportional to the excepted portion of the Leased Premises.
- 9. In order to ensure there is no degradation of coastal wetland species due to prop-wash or other activities associated with the working of the Leased Premises, LESSEE shall maintain a twenty (20) foot buffer between any coastal wetlands and any part of any device or equipment LESSEE may place within the Leased Premises.
- 10. Within thirty (30) days of the expiration of the Term or the earlier termination of this Lease, LESSEE, in accordance with N.C.G.S. § 113-202(n), shall remove all markers, devices and aquaculture equipment from the Leased Premises. The LESSOR may, after ten (10) days' notice to the LESSEE, remove all markers, devices and aquaculture equipment from the Leased Premises at LESSEE'S expense, and recover from LESSEE the cost of such removal and any expense associated with the cleanup of Leased Premises.
- 11. LESSEE shall be in default under this Lease if it violates or otherwise fails to observe or perform any of its obligations herein or under Article 16 of Chapter 113 of the North Carolina General Statutes and the regulations of the Marine Fisheries Commission concerning leased bottoms incorporated herein by reference, and does not cure any such breach or default within thirty (30) days written notice from LESSOR; provided that if more time is required to complete such performance, LESSEE shall not be in default if LESSEE commences such performance within the thirty (30)-day period and thereafter diligently pursues its completion. In the event of LESSEE'S default and failure to cure as provided herein, LESSOR may terminate this Lease and reenter and take possession of the Leased Premises and pursue any other remedy now or hereafter available to LESSOR under North Carolina law.
- 12. LESSEE agrees to release, discharge, indemnify and hold harmless LESSOR from and against all loss, costs, expense, liability, claims, judgments, actions, penalties or fines whatsoever, in connection with or arising out of LESSEE'S violation or breach of any of the provisions of this Lease or any of the provisions of Article 16 of Chapter 113 of the North Carolina General Statutes and the regulations of the Marine Fisheries Commission concerning leased bottoms incorporated herein by reference.

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- 13. This Lease shall be governed by, construed and enforced in accordance with the laws of the State of North Carolina, regardless of conflict of law principals, and court actions arising therefrom may be brought only within the courts of the State of North Carolina.
- 14. It is agreed that if a court of competent jurisdiction finds that this Lease was issued contrary to law, this Lease shall be terminated once all rights of appeal have been exhausted.
- 15. In case any one or more of the provisions contained in this Lease shall for any reason be held to be invalid, illegal, or unenforceable in any respect, such invalidity, illegality or unenforceability shall not affect any other provision hereof and this Lease shall be construed as if such invalid, illegal, or unenforceable provision had never been contained herein. No provision of hereof shall be construed against or interpreted to the disadvantage of any party by any court or other governmental or judicial authority by reason of such party's having or being deemed to have prepared or imposed such provision.
- 16. Capitalized terms used in this Lease shall have the meanings ascribed to them at the point where first defined, irrespective of where their use occurs, with the same effect as if the definitions of such terms were set forth in full and at length every time such terms are used.
- 17. Service of any notice shall be made as required under N.C.G.S. § 113-202(m), but in any other event, notices, requests and other communications hereunder shall be deemed to have been fully given, by either party to the other, when made in writing and either deposited in the United States mail (sent certified, return receipt requested); personally delivered; or transmitted by overnight courier for next business day delivery to the addresses of LESSOR and LESSEE set forth below, or to such other addresses as the parties hereto may, from time to time, designate by written notice.
- 18. All of the special conditions listed by the LESSOR in the approval letter and application for the Lease are incorporated herein by reference and made a part of this Lease.
- 19. It is agreed that upon failure on the part of the LESSEE to observe or carry out any of the above provisions or any of the provisions incorporated by reference or any of the conditions imposed on the leased premises by the LESSOR, this Lease shall be terminated. The State of North Carolina, its' agencies and its' employees will not and do not assume any responsibility for any suit or claim that might arise from the leasing of the above-described bottom.

SHELLFISH WATER COLUMN LEASE AMENDMENT CONTRACT CONDITIONS

TO HAVE AND TO HOLD the above-described Amendment Premises, and all privileges and appurtenances thereto appertaining, to the said LESSEE and their heirs, successors and assigns, subject to and in accordance with the following terms and conditions:

- 1. None of the terms and conditions contained in the Lease governing the lease of public bottom are altered or superseded by this Amendment except those which are contrary to use of the water column and are expressly set forth herein.
- 2. This Amendment shall commence upon its issuance by the LESSOR and shall expire at noon on the first day of July following the tenth anniversary of said commencement date (the "Term") or the remainder of the term of the Lease, whichever is shorter.

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- 3. During the Term, rent for the Amendment shall be paid on an annual basis in addition to the rent required for the Lease as follows:
 - a. Rent shall be one hundred dollars (\$100.00) per acre, per year and must be paid in advance prior to the first day of July each year.
 - b. All of the foregoing conditions relating to rent, including the amount of rent, are subject to change at the expiration of the Term, and new terms and conditions may be imposed on any renewal of this Amendment in accordance with amendments to the North Carolina General Statutes or regulations under which this Amendment is granted.
- 4. During the Term, the LESSEE shall meet productions requirements in accordance with the North Carolina General Statutes and rules under which this Amendment is granted. Failure to meet such production requirements shall be grounds for termination of this Amendment.
- 5. All of the provisions of Article 16 of Chapter 113 of the North Carolina General Statutes and the regulations of the Marine Fisheries Commission concerning leased bottoms are incorporated herein by reference and made a part of this Amendment.
- 6. All laws, rules and regulations now in effect or hereinafter enacted which are applicable to public bottoms or the general public shall also be applicable to the above-described Amendment Premises and to the LESSEE, unless such laws, rules and regulations specifically exclude leased bottoms or unless the operation of such laws, rules and regulations are contrary to any of the express terms of this Amendment.
- 7. Any permanent assignment of the Lease, in whole or in part, shall be considered a transfer. No transfer of this Amendment or sublease of the Amendment Premises, in whole or in part, shall be valid until notice is provided to the LESSOR as provided in Article 16 of Chapter 113 of the North Carolina General Statutes and the LESSOR provides written consent in order to ensure that a transferee or sub-lessee meets the requirements of the North Carolina General Statutes and the Marine Fisheries Commission. A transfer may only be made by the use of forms approved or furnished by the LESSOR. A sublease shall be any temporary assignment of the Amendment Premises, in whole or in part. In no event shall this Amendment or any interest in the Amendment Premises be transferred or subleased to a nonresident of North Carolina. The purported transfer of this Amendment or sublease of the Amendment Premises to a nonresident of North Carolina shall result in the termination of this Amendment. Subject to the foregoing, this Amendment shall be binding upon and enforceable against, and shall inure to the benefit of, the LESSOR and LESSEE and their respective, legal representatives, successors and permitted assigns.
- 8. The LESSEE shall maintain compatibility with the lawful utilization by the public of other marine and estuarine resources including but not limited to navigation, fishing and recreation. The LESSEE may place permitted markers, devices or aquaculture equipment related to the cultivation and harvesting of shellfish on the Amendment Premises.
- 9. This Amendment is subject to all rights conferred in previous conveyances by LESSOR in and to the Amendment Premises. That portion of the Amendment Premises within the limits of the riparian zone of upland property owners (i.e. the area within those lines that extend perpendicular from the point of intersection of the mean high water mark on the shore of the riparian land to the channel or deep water in front of the riparian land) remains subject to the lawful exercise of those riparian rights, including the right to build piers or other structures for access to navigable waters within the boundaries of the Amendment Premises. The LESSOR shall have the right to amend this Amendment for the purpose of excepting from the description of the Amendment Premises such portion thereof as may interfere with the lawful exercise of riparian rights by an upland owner. The following is the general process by which any such amendment shall be made:
 - e. Upon application of an upland owner whose riparian zone overlaps or lies adjacent to the Amendment Premises, LESSOR may amend this Amendment by excluding so much of the portion of the Amendment Premises and superjacent water column as interferes with the upland owner's exercise of riparian rights.

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- f. Such application by an upland owner must show that they have obtained the necessary permits for the construction or placement of a pier(s) or other structure(s) within the Amendment Premises or a portion thereof.
- g. LESSOR shall allow not less than a six (6) month interval between notification of the issuance of the permit for the construction or placement of a pier(s) or other structure(s) and any amendment of this Amendment. During said interval, upon notice from LESSOR, LESSEE shall remove all markers, devices, and aquaculture equipment placed within that portion of the Amendment Premises that is to be excepted from the operation of this Amendment. Lessee may also remove from such excepted portion of the Amendment Premises any shellfish, including cultch materials, which have resulted from the LESSEE'S cultivation activities.
- h. Any amendment of this Amendment as provided in this section shall except such portion of the Amendment Premises as interferes with the upland owner's construction or placement of a pier(s) or other structure(s), and in any event the amended Amendment Premises shall be set back a minimum of one hundred (100) feet from the approximate normal high-water shoreline of the upland property. In such amendment, the annual rent due and production requirements hereunder shall be reduced by an amount proportional to the excepted portion of the Amendment Premises.
- 10. In order to ensure there is no degradation of coastal wetland species due to prop-wash or other activities associated with the working of the Amendment Premises, LESSEE shall maintain a twenty (20) foot buffer between any coastal wetlands and any part of any device or equipment LESSEE may place within the Amendment Premises.
- 11. Within thirty (30) days of the expiration of the Term or the earlier termination of this Amendment, LESSEE, in accordance with N.C.G.S. § 113-202(n), shall remove all markers, devices and aquaculture equipment from the Amendment Premises. The LESSOR may, after ten (10) days' notice to the LESSEE, remove all markers, devices and aquaculture equipment from the Amendment Premises at LESSEE'S expense, and recover from LESSEE the cost of such removal and any expense associated with the cleanup of Amendment Premises.
- 12. LESSEE shall be in default under this Amendment if it violates or otherwise fails to observe or perform any of its obligations herein or under Article 16 of Chapter 113 of the North Carolina General Statutes and the regulations of the Marine Fisheries Commission concerning leased bottoms incorporated herein by reference, and does not cure any such breach or default within thirty (30) days written notice from LESSOR; provided that if more time is required to complete such performance, LESSEE shall not be in default if LESSEE commences such performance within the thirty (30)-day period and thereafter diligently pursues its completion. In the event of LESSEE'S default and failure to cure as provided herein, LESSOR may terminate this Amendment and reenter and take possession of the Amendment Premises and pursue any other remedy now or hereafter available to LESSOR under North Carolina law.
- 13. LESSEE agrees to release, discharge, indemnify and hold harmless LESSOR from and against all loss, costs, expense, liability, claims, judgments, actions, penalties or fines whatsoever, in connection with or arising out of LESSEE'S violation or breach of any of the provisions of this Amendment or any of the provisions of Article 16 of Chapter 113 of the North Carolina General Statutes and the regulations of the Marine Fisheries Commission concerning leased bottoms incorporated herein by reference.
- 14. This Amendment shall be governed by, construed and enforced in accordance with the laws of the State of North Carolina, regardless of conflict of law principals, and court actions arising therefrom may be brought only within the courts of the State of North Carolina.
- 15. It is agreed that if a court of competent jurisdiction finds that this Amendment was issued contrary to law, this Amendment shall be terminated once all rights of appeal have been exhausted.
- 16. In case any one or more of the provisions contained in this Amendment shall for any reason be held to be invalid, illegal, or unenforceable in any respect, such invalidity, illegality or unenforceability shall not affect any other provision hereof and this Amendment shall be construed as if such invalid, illegal, or unenforceable provision had never been contained herein. No provision of hereof shall be construed against or interpreted to the disadvantage of

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any party by any court or other governmental or judicial authority by reason of such party's having or being deemed to have prepared or imposed such provision.

- 17. Capitalized terms used in this Amendment shall have the meanings ascribed to them at the point where first defined, irrespective of where their use occurs, with the same effect as if the definitions of such terms were set forth in full and at length every time such terms are used.
- 18. Service of any notice shall be made as required under N.C.G.S. § 113-202(m), but in any other event, notices, requests and other communications hereunder shall be deemed to have been fully given, by either party to the other, when made in writing and either deposited in the United States mail (sent certified, return receipt requested); personally delivered; or transmitted by overnight courier for next business day delivery to the addresses of LESSOR and LESSEE set forth below, or to such other addresses as the parties hereto may, from time to time, designate by written notice.
- 19. All of the special conditions listed by the LESSOR in the approval letter and application for the Amendment are incorporated herein by reference and made a part of this Amendment.
- 20. It is agreed that upon failure on the part of the LESSEE to observe or carry out any of the above provisions or any of the provisions incorporated by reference or any of the conditions imposed on the Amendment Premises by the LESSOR, this Amendment shall be terminated. The State of North Carolina, its' agencies and its' employees will not and do not assume any responsibility for any suit or claim that might arise from the leasing of the above-described water column superjacent to the leased bottom.

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FILED 00**DFC 1 7 199**

JANICE H. FAULKI ER

NORTH CAROLILIA

EFFEC11VE ARTICLES OF ORGANIZATION SECRETARY OF STATE OF LUKENS ISLAND TIMBER ENTERPRISES, LLC

We, the undersigned, hereby do make and acknowledge these Articles of Organization for the purpose of forming a limited liability company under and by virtue of the laws of the State of North Carolina, as contained in Chapter 57C of the General Statutes of North Carolina, entitled "North Carolina Limited Liakility Company Act," and to that end hereby do set forth:

The name of the limited liability company is "LUKENS 1. ISLAND TIMBER ENTERPRISES, LLC."

2. The limited liability company shall dissolve no later than January 1, 2027, unless the members unanimously shall extend the term prior to the dissolution date.

The name and address of each person executing these 3. Articles are:

Address

	<u></u>
Thomas R. Crawford	Post Office Box 867 New Bern, NC 28563
A. Rexford Willis, III	Post Office Box 867 New Bern, NC 28563

Name

4. The street address of the initial registered office of the limited liability company is 1001 College Court, New Bern, Craven County, North Carolina 28562; the mailing address of the initial registered office of the limited liability company is Post Office Box 867, New Bern, Craven County, North Carolina 28563-0867; and the name of the initial registered agent of the limited liability company at such address is J. Troy Smith, Jr.

5. All members of the limited liability company also shall be managers of the limited liability company.

These Articles of Organization shall be effective 6. upon the filing of same by the North Carolina Secretary of 3tate.

IN TESTIMONY WHEREOF, the undersigned have executed this instrument in their respective names, this the 13th day of December, A.D. 1996.

Thomas Crawford, Organize

A. Rekford Willis, III, Organizer

Prepared by and return to:

LAW

ATTORNEYS

P. A

AND SMITH.

A. Rexford Willis, III For the firm of Ward and Smith, P.A. 1001 College Court Post Office Box 867 New Bern, North Carolina 28563-0867 Telephone: (919) 633-1000 Facsimile: (919) 636-2121

WSMAIN/204142.

	IPANY ANNUAL RE	EPORT		
NAME OF LIMITED LIABILITY COMPANY:	Lukens Island Tim	ber Enterprises,	LLC	
SECRETARY OF STATE ID NUMBER: 0413	3169 STATE	of Formation: <u>No</u>	:	Filing Office Use Only E - Filed Annual Report 0413169
REPORT FOR THE CALENDAR YEAR: 20	23			CA202305303420 2/22/2023 03:15
SECTION A: <u>REGISTERED AGENT'S INFORI</u>	MATION			Changes
1. NAME OF REGISTERED AGENT: JC	oyce, Patrick P			
2. SIGNATURE OF THE NEW REGISTEF		NATURE CONSTITUTES CO	DNSENT TO THE APPOI	NTMENT
3. REGISTERED AGENT OFFICE STREE	T ADDRESS & COUNTY	4. REGISTERED AG	ENT OFFICE MAIL	ING ADDRESS
6994 US Hwy 70 West		PO Box 190		
Newport, NC 28570 Carteret Cour	nty	Newport, NC 285	570	
 2. PRINCIPAL OFFICE PHONE NUMBER 4. PRINCIPAL OFFICE STREET ADDRES 6994 US Hway 70 West 		3. PRINCIPAL OFFI		
6994 US Hwy 70 West		PO BOX 190		
Newport, NC 28570		Newport, NC 28	570	
6. Select one of the following if appli	owned small business isabled veteran-owned	small business		
SECTION C: <u>COMPANY OFFICIALS</u> (Enter ad				
NAME: W Douglas Brady	_ NAME: <u>Gregory S.</u>	Georgiade	NAME: John A	
TITLE: <u>Member</u>	TITLE: Member		TITLE: Membe	er
ADDRESS:	ADDRESS:		ADDRESS:	
805 Front St	3929 Pleasant Gre			
Beaufort, NC 28516 SECTION D: CERTIFICATION OF ANNUAL	_ Durham, NC 2770		New Bern, NC	
	<u>. KEPOKT.</u> Section D ma	-	antirety by a person/	business entry.
Patrick P. Joyce SIGNATURE		2/22/2023	DATE	
Form must be signed by a Company Official listed under	er Section C of This form.	M I		
Patrick P. Joyce Print or Type Name of Co	mpany Official	Member	int or Type Title of Compa	any Official
SUBMIT THIS ANNUAL REPORT WITH ⁻ MAIL TO: Secretary of State, Business F	THE REQUIRED FILING F	EE OF \$200.00		-

SECTION E: ADDITIONAL COMPANY OFFICIALS

NAME: William D. Munden	NAME: Patrick P. Joyce	NAME: Dana L. McQueen
TITLE: Member	TITLE: Member	TITLE: Member
ADDRESS:	ADDRESS:	ADDRESS:
328 Munden Farm Road	715 Comet Drive	144 Bayview Blvd.
Newport, NC 28570	Beaufort, NC 28516	Atlantic Beach, NC 28512
NAME: Matthew H. Godwin	NAME: A Mack Baker	NAME: Donald Batten
TITLE: Member	TITLE: Member	TITLE: Member
ADDRESS:	ADDRESS:	ADDRESS:
165 Camp Morehead Dr	5224 Driftwood Lane	571 Deer Run Road
Morehead, NC 28557	Morehead, NC 28557	New Bern, NC 28562
NAME: Thomas E. Matthews	NAME: John A. Ward	NAME: <u>E Edward Burton</u>
TITLE: Member	TITLE: Member	TITLE: Member
ADDRESS:	ADDRESS:	ADDRESS:
2645 Temples Point Road	1400 Green Springs Road	3308 White Oak Road
Havelock, NC 28532	New Bern, NC 28560	Raleigh, NC 27609
NAME: Gerald L. Coates	NAME: Thomas R Crawford	NAME:
TITLE: Member	TITLE: Member	TITLE:
ADDRESS:	ADDRESS:	ADDRESS:
PO Box 180	P O Box 300	
Davis, NC 28524	Sylva, NC 28779	
NAME:	NAME:	Name:
TITLE:		
ADDRESS:	ADDRESS:	ADDRESS:
NAME:	NAME:	NAME:
TITLE:	TITLE:	TITLE:
ADDRESS:	ADDRESS:	ADDRESS:



The information displayed by this website is prepared for the inventory of real property found within this jurisdiction and is compiled from recorded deeds, plats, and other public records and data. Users of this information are hereby notified that the aforementioned public primary information sources should be consulted for verification of the information contained on this site. Carteret County assumes no legal responsibility for the information contained on this site. Carteret County does not guarantee that the data and map services will be available to users without interruption or error. Furthermore, Carteret County may modify or remove map services and access methods at will.

Property Data

Parcel Number: 742401378049000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

Property Info		<u>Building Info</u>	
PARCEL NUMBER:	742401378049000	BATHS:	
OWNER:	LUKENS ISLAND TIMBER ENTRP LLC	BEDROOMS:	
PHYSICAL ADDRESS	257 TOSTO RD	CONDITION:	
	BEAUFORT		
MAILING ADDRESS:	PO BOX 190	EXTERIOR WALLS:	
	NEWPORT NC 28570		
LEGAL DESCRIPTION:	PART TR-1A GT TOSTO HEIRS DIV SOUTH RIVER	FLOOR FINISH:	
DEED REF:	1688-316	FOUNDATION:	
PLAT REFERENCE:	27-67	HEAT:	
NEIGHBORHOOD:	100014	ROOF COVER:	
SALE DATE:	09/23/2020	ROOF STRUCTURE:	
SALE PRICE:	\$60,000	SQUARE FOOTAGE:	
ACREAGE:	1.376	YEAR BUILT:	
LAND VALUE:	\$65,934	BUILDING VALUE:	\$0
EXTRA FEATURE VALUE:	\$6,736	PARCEL VALUE:	\$72,670

Sketches

Photos

LUKENS ISLAND TIMBER ENTRP LLC 2023 72,670 MKT CARD 001 PID R 7424.01.37.8049000 72,670 PY Val USE 65,934 LAND 001 PO BOX 190 DEF BLDG 000 LISTER 11/30/2015 VWD NEWPORT NC 28570 1.376 ACRES 6,736 XFOB 003 TWP MERRIMON CITY FIRE SRIVER/MERRIMON FIRERESCUE SOUTH RIVER RESCUE OTHER LOT BLK PL BK/PG 27 67 PLAT ADDRESS 0000257 TOSTO RD BEAUFORT 28516 NBHD 10001400 USE 000801 VACANT W/ XFOB DEED 1688 316 AICUZ PRINTED 6/16/2023 BY ALLENW LEGAL: PART TR-1A GT TOSTO HEIRS DIV SOUTH RIVER SALES BUILDING PERMITS IN Q RC M V Sale Date Sale Price Number Type Description Issued Schd Complt Revisit Act Complt Amount WD V 0C I 9/23/2020 I 8/07/2020 WD C 60,000 I 10/05/2018 WD V 0C EXTRA FEATURES Seq Bldg Code Description Length Width Height #Units UT Qty Qual UTPrice Year Adj1 Adj2 Adj3 Adj4 %Good Value 001 00056D DOCK-BELOW AVER 41 4 164.000 SF 1 0D 18.750 0000 .30 1.00 1.00 1.00 100.00 923 240.000 SF 002 00049D PIER-BELOW AVER 60 4 1 0D 15.500 2009 .75 1.00 1.00 1.00 100.00 2,790 260.000 SF 003 00049D PIER-BELOW AVER 65 4 1 0D 15.500 2009 .75 1.00 1.00 1.00 100.00 3,023 LAND Seq Zone Code Use Description Front Depth Back FT #Units UT UTPrice Adj1 Adj2 Adj3 Adj4 Fadj Dadj Nbhd Eff Rate Value Adj 1 101416 CANAL LOT 222.000 FF 440.000 .80 1.00 1.00 1.00 .74 1.14 222 270 60 1.000 297.000 65,934

Property Data

Parcel Number: 742500499436000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

Building Info

Property Info

PARCEL NUMBER: OWNER: PHYSICAL ADDRESS MAILING ADDRESS:	742500499436000 LUKENS ISLAND TIMBER ENTRP LLC 0 PO BOX 190 NEWPORT NC 28570	BATHS: BEDROOMS: CONDITION: EXTERIOR WALLS:	
LEGAL DESCRIPTION:	ACREAGE SOUTH RIVER	FLOOR FINISH:	
DEED REF:	942-301	FOUNDATION:	
PLAT REFERENCE:	-	HEAT:	
NEIGHBORHOOD:	100051	ROOF COVER:	
SALE DATE:	05/21/2002	ROOF STRUCTURE:	
SALE PRICE:	\$0	SQUARE FOOTAGE:	
ACREAGE:	74.22	YEAR BUILT:	
LAND VALUE:	\$7,422	BUILDING VALUE:	\$0
EXTRA FEATURE VALUE:	\$0	PARCEL VALUE:	\$7,422

Sketches

<u>Photos</u>

RT 100051.013 LUKENS ISLAND TIMBER ENTRP LLC 2023 7,422 MKT CARD 001 7,422 PY Val PID R 7425.00.49.9436000 USE 7,422 LAND 001 PO BOX 190 DEF BLDG 000 NEWPORT NC 28570 74.220 ACRES LISTER 4/11/2000 RDK XFOB 000 TWP MERRIMON CITY FIRE RESCUE OTHER BLK LOT PL BK/PG PLAT ADDRESS 0000000
 NBHD 10005100
 USE 000802
 VACANT MARSHLAN
 DEED 942
 301
 AICUZ
 PRINTED 6/16/2023 BY ALLENW LEGAL: ACREAGE SOUTH RIVER SALES BUILDING PERMITS IN Q RC M V Sale Date Sale Price Number Type Description Issued Schd Complt Revisit Act Complt Amount I 5/21/2002 WD U LAND Seq Zone Code Use Description Front Depth Back FT Adj Eff Rate Value #Units UT UTPrice Adj1 Adj2 Adj3 Adj4 Fadj Dadj Nbhd Adj 105139 MARSHLAND 1 74.220 AC 100.000 1.00 1.00 1.00 1.00 1.00 1.00 100.000 7,422 1.000

Property Data

Parcel Number: 743500691125000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

Building Info

Property Info

PARCEL NUMBER: OWNER: PHYSICAL ADDRESS MAILING ADDRESS:	743500691125000 LUKENS ISLAND TIMBER ENTRP LLC 0 PO BOX 190 NEWPORT NC 28570	BATHS: BEDROOMS: CONDITION: EXTERIOR WALLS:	
LEGAL DESCRIPTION:	ACREAGE SOUTH RIVER MERRINON	FLOOR FINISH:	
DEED REF:	783-956	FOUNDATION:	
PLAT REFERENCE:	-	HEAT:	
NEIGHBORHOOD:	100051	ROOF COVER:	
SALE DATE:		ROOF STRUCTURE:	
SALE PRICE:	\$0	SQUARE FOOTAGE:	
ACREAGE:	292.54	YEAR BUILT:	
LAND VALUE:	\$267,725	BUILDING VALUE:	\$0
EXTRA FEATURE VALUE:	\$0	PARCEL VALUE:	\$267,725

Sketches

<u>Photos</u>

RT 100051.009 CARD 001	LUKENS ISLAND TIMBER ENTRP LLC	2023 267,725 MKT
PID R 7435.00.69.1125000 267,725 LAND 003	267,725	PY Val USE
207, 725 LAND 005	PO BOX 190	DEF
BLDG 000		
LISTER 5/06/2015 TD	NEWPORT NC 28570	292.540 ACRES
XFOB 000		
TWP MERRIMON CITY	FIRE	RESCUE
OTHER		
LOT BLK	PL BK/PG PLAT	ADDRESS 000000
NBHD 10005100 USE 000800 VACANT 6/16/2023 BY ALLENW	DEED 783 956 AICUZ	PRINTED
LEGAL: ACREAGE SOUTH RIVER MERRINO	I	
	LAND	
Seq Zone Code Use Descr		
•	, #Units UT UTPrice Adj1 Adj2 Adj3 Ad	j4 Fadj Dadj 🛛 Nbhd
Adj Eff Rate Value		
1 105135 WOODL	AND POOR	
	204.410 AC 1,300.000 .75 1.00 1.00 1.	00 1.00 1.00
1.000 974.996 199,299		
2 105135 WOODL	AND POOR	
	68.130 AC 1,300.000 .75 1.00 1.00 1.	00 1.00 1.00
1.000 974.988 66,426		
3 105139 MARSH	AND 20.000 AC 100.000 1.00 1.00 1.00 1.	00 1 00 1 00
1.000 100.000 2,000	20.000 AC 100.000 1.00 1.00 1.00 1.	00 I.00 I.00
1.000 100.000 2,000		

Property Data

Parcel Number: 743500165734000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

Building Info

Property Info

• •		•	
PARCEL NUMBER:	743500165734000	BATHS:	
OWNER:	LUKENS ISLAND TIMBER ENTRP LLC	BEDROOMS:	
PHYSICAL ADDRESS	0	CONDITION:	
MAILING ADDRESS:	PO BOX 190	EXTERIOR WALLS:	
	NEWPORT NC 28570		
LEGAL DESCRIPTION:	TRACT 9 LUKENS ISLAND HUNT CLUB	FLOOR FINISH:	
DEED REF:	0806-00739	FOUNDATION:	
PLAT REFERENCE:	-	HEAT:	
NEIGHBORHOOD:	100051	ROOF COVER:	
SALE DATE:		ROOF STRUCTURE:	
SALE PRICE:	\$0	SQUARE FOOTAGE:	
ACREAGE:	723.5	YEAR BUILT:	
LAND VALUE:	\$460,099	BUILDING VALUE:	\$0
EXTRA FEATURE VALUE:	\$0	PARCEL VALUE:	\$460,099

Sketches

<u>Photos</u>

RT 100051.0 CARD 001	912	L	UKENS	ISLAND	TIMBER	ENTRP	LLC		2023	460,099	Э МКТ
	00.16.573400	0						460,099	Ə PY Val		USE
400,099 LAN			PO BOX	(100							DEF
BLDG 000			PU DU/	190							DEF
LISTER 4/2	25 000/200	٨		- NC 28	570					723.50	ACDES
XFOB 000	0/2000 33	IN IN	EWPORI	NC 20	570					725.50	J ACKES
TWP MERRIMO	N	CITY			FIRE				RESCUE		
OTHER	///	CITI			I TIVE				NESCOL		
	BLK			PL BK	/PG		ριδτ		ADDRES	s 0000000	
NBHD 100051		00800 VACANT		1 2 01		0806	00739			PRINTED	
6/16/2023 E											
		ISLAND HUNT CL	UB								
					LAND						
Seq Zor	ne Code	Use Descrip	tion								
Front	Depth Ba	ckFT #	Units	UT	UTPr	ice Ad	j1 Adj2	Adj3 A	Adj4 Fadj	Dadj	Nbhd
Adj E	ff Rate	Value									
1	105135	WOODLAN	D POOF	8							
		69	7.150	AC	1,300.0	. 000	50 1.00	1.00	1.00 1.00	1.00	
1.000	649.999	453,147									
2	105135	WOODLAN	D POOF	۲.							
			7.850	AC	1,300.0	900 .9	50 1.00	1.00 1	1.00 1.00	1.00	
1.000	649.936	5,102									
3	105139	MARSHLA									
			8.500	AC	100.0	000 1.0	00 1.00	1.00	1.00 1.00	1.00	
1.000	100.000	1,850									

RT 100051.014	LUKENS ISLA	ND TIMBER ENTRP	LLC	2023 1,155,90	0 MKT
CARD 002			1 155 000		нсг
PID R 7425.00.88.1301000 806,485 LAND 005			1,155,900	PY VAL	USE
	PO BOX 190				DEF
299,980 BLDG 001					
LISTER 8/15/2000 JG	NEWPORT NC	28570		426.14	0 ACRES
49,435 XFOB 008		ETDE		DECCUE	
TWP MERRIMON CITY OTHER		FIRE		RESCUE	
LOT BLK	PI I	BK/PG	ΡΙΑΤ	ADDRESS 0000000	
NBHD 10005100 USE 000503 HI		DEED 942			
6/16/2023 BY ALLENW					
LEGAL: TRACT 10A LUKENS ISLAN	D HUNT CLUB				
SALES	ni na Mumbru	Turne Decem	BUILDING		
IN Q RC M V Sale Date Sale Pr Act Complt Amount	rice Number	Type Descri	ption Issued	Schd Complt Re	VISIT
WD U I 5/21/2002					
	EX.	TRA FEATURES			
Seq Bldg Code Description	Length Width Heig	ght #Units	UT Qty Qual	UTPrice Year Ad	j1 Adj2
Adj3 Adj4 %Good Value					
001 00040C PAVING AVERAGE	22 20	440.000	SF 1 0C	6.790 0000 .	95 1.00
1.00 1.00 100.00 2,838 002 00040C PAVING AVERAGE	40 34	1360.000	SF 1 0C	6.790 0000 .	05 1 00
1.00 1.00 100.00 8,773	40 54	1300.000		6.790 0000 .	95 1.00
003 000190 SHED	16 8	128.000	SF 1 0B	17.170 0000 .	98 1.00
1.00 1.00 100.00 2,154					
004 00049C PIER-AVERAGE	1006 1	1006.000	SF 1 0C	18.300 0000 .	98 1.00
1.00 1.00 100.00 18,042	10 10	400.000	CF 4 0F	2 240 0000	05 4 00
005 000200 SHELTER 1.00 1.00 100.00 604	12 16	192.000	SF 1 0E	3.310 0000 .	95 1.00
006 000150 IMPLEMENT SHED	24 52	1248.000	SF 1 0D	3.750 0000 .	95 1.00
1.00 1.00 100.00 4,446					
007 000190 SHED	12 24	288.000	SF 1 0B	17.170 0000 .	95 1.00
1.00 1.00 100.00 4,698					
008 000200 SHELTER	30 70	2100.000	SF 1 0D	3.950 0000 .	95 1.00
1.00 1.00 100.00 7,880		LAND			
Seq Zone Code Use I	Description	LAND			
Front Depth Back FT	•	UTPrice Ad	j1 Adj2 Adj3 A	dj4 Fadj Dadj	Nbhd
Adj Eff Rate Value					
1 105146 F	RIVER CRK ACREAGE				
1.000 40,950.000 409,50		81,900.000 .	50 1.00 1.00 1	.00 1.00 1.00	
, , ,	VOODLAND POOR				
	174.060 AC	1,300.000 .	75 1.00 1.00 1	.00 1.00 1.00	
1.000 974.997 169,70	98	,			
3 105135 N	NOODLAND POOR				
	174.060 AC	1,300.000 .	75 1.00 1.00 1	.00 1.00 1.00	
1.000 974.997 169,70 4 105135 N	98 VOODLAND POOR				
4 105135 N		1,300.000 .	75 1.00 1 00 1	.00 1.00 1.00	
1.000 974.991 56,56		_,			
	IARSHLAND				
		100.000 1.	00 1.00 1.00 1	.00 1.00 1.00	
1.000 100.000 1,00	90				

Property Data

Parcel Number: 742500881301000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

<u>Property Info</u>		<u>Building Info</u>	
PARCEL NUMBER:	742500881301000	BATHS:	3
OWNER:	LUKENS ISLAND TIMBER ENTRP LLC	BEDROOMS:	8
PHYSICAL ADDRESS	0	CONDITION:	N/A
MAILING ADDRESS:	PO BOX 190	EXTERIOR WALLS:	02 WOOD LAP
	NEWPORT NC 28570		N/A
LEGAL DESCRIPTION:	TRACT 10A LUKENS ISLAND HUNT CLUB	FLOOR FINISH:	N/A
			N/A
DEED REF:	942-301	FOUNDATION:	N/A
PLAT REFERENCE:	-	HEAT:	N/A
NEIGHBORHOOD:	100051	ROOF COVER:	N/A
	100031		N/A
SALE DATE:	05/21/2002	ROOF STRUCTURE:	N/A
SALE PRICE:	\$0	SQUARE FOOTAGE:	4484
ACREAGE:	426.14	YEAR BUILT:	1993
LAND VALUE:	\$806,485	BUILDING VALUE:	\$299,980
EXTRA FEATURE VALUE:	\$49,435	PARCEL VALUE:	\$1,155,900

Sketches

Sintchine Apres IV Windows ***



RT 100051.014		LUKENS IS	SLAND TIMBE	R ENTRP LLC		2023	1,155,9	900 MKT
CARD 001 PID R 7425.00.88.130	1000				1,155,900	DV Val		USE
806,485 LAND 005	1000				1,199,900	I VAL		UJL
···· , ···· ··· ···		PO BOX 1	190					DEF
299,980 BLDG 001								
	IG	NEWPORT N	NC 28570				426.1	40 ACRES
49,435 XFOB 008								
TWP MERRIMON	CITY		FIR			RESCUE		
OTHER		-		ы	А .Т		000000	`
LOT BLK NBHD 10005100 US	5E 000503 HUNTIN		PL BK/PG	PL 942 301	AI	ADDRESS		
6/16/2023 BY ALLENW			DEEI	942 501	AICUZ		PRINTED)
LEGAL: TRACT 10A LU								
			CHARACTERI	STICS for B	ldgSea# 00	1 (It	em# 001)
Code Description	Code Desc	ription (iption	Code	,
Description Code		·		•		•		
MODL 11 HOTL & CLB	BVAL 110050 CLU	IBHOUSE A	ARCH N/A	QU	AL 05 GOOD		STYS	1.0
SIZE N/A								
,	FRME 04 WOO	D D W	NDO N/A	EX	W1 02 WOOD	LAP	EXW2	N/A
EXW2%		_						
	A/C N/A	\ Н	RSTR N/A	RC	V1 N/A		RCV2	N/A
RCV2% INT1 N/A	INT2 N/A		INT2%	E1	R1 N/A		FLR2	N/A
FLR2%		. 1	LIN I 270	F L	NI N/A		FLNZ	N/A
	DPRT 89	F	BATH 3.00	BD	RM 8		ROOM	
SPCD N/A		-						
	ELEC N/A	\	IVAC N/A	EL	EV N/A		SPKR	N/A
LCMU JD JACKSONVLE								
UD-7 N/A	UD-8 N/A	v F	NSH N/A	FN	SH N/A		UD-9%	
AYB 1993 EYB 1								
	AREA CALCUL							TRAVERSE
	Adj Heated P		ate Value	e %Good	RCNLD TW	01993=190	04\$	
	.993=32\$ DCK1993 8808 3808	=516\$ 1904 217.	09 41504	2 48.00	199,220	DCK1994	_70¢	
	(21993=40\$.	1904 217.	.98 41504.	48.00	199,220	DCK1994	=/2⊅	
-	-	1656 108.	99 18048	3 48.00	86,634			
PORCH 32	11) 48.00	576			
	129			2 48.00	6,750			
DECK 72	18			48.00	942			
PORCH 264	92			48.00	4,812			
2STYDEC 40	20			48.00	1,047			
TOTAL 4484	5464	114.		48.00				
TOTAL 5	5734	3560	624959)	299,981			

Property Data

Parcel Number: 742500848757000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

<u>Property Info</u>		<u>Building Info</u>	
PARCEL NUMBER:	742500848757000	BATHS:	
OWNER:	LUKENS ISLAND TIMBER ENTRP LLC	BEDROOMS:	
PHYSICAL ADDRESS	0	CONDITION:	
MAILING ADDRESS:	PO BOX 190	EXTERIOR WALLS:	
	NEWPORT NC 28570		
LEGAL DESCRIPTION:	PART TRACT 10B LUKENS ISLAND - SOUTH RIVER	FLOOR FINISH:	
DEED REF:	1186-301	FOUNDATION:	
PLAT REFERENCE:	-	HEAT:	
NEIGHBORHOOD:	100051	ROOF COVER:	
SALE DATE:		ROOF STRUCTURE:	
SALE PRICE:	\$0	SQUARE FOOTAGE:	
ACREAGE:	378.83	YEAR BUILT:	
LAND VALUE:	\$369,359	BUILDING VALUE:	\$0
EXTRA FEATURE VALUE:	\$0	PARCEL VALUE:	\$369,359

Sketches

Photos

LUKENS ISLAND TIMBER ENTRP LLC 2023 369,359 MKT CARD 001 369,359 PY Val PID R 7425.00.84.8757000 USE 369,359 LAND 001 PO BOX 190 DEF BLDG 000 NEWPORT NC 28570 378.830 ACRES LISTER 8/03/2015 VWD XFOB 000 TWP MERRIMON CITY FIRE SRIVER/MERRIMON FIRERESCUE SOUTH RIVER RESCUE OTHER LOT BLK PL BK/PG PLAT ADDRESS 0000000 NBHD 10005100 USE 000800 VACANT DEED 1186 301 AICUZ PRINTED 6/16/2023 BY ALLENW LEGAL: PART TRACT 10B LUKENS ISLAND - SOUTH RIVER LAND Seq Zone Code Use Description Front Depth Back FT #Units UT UTPrice Adj1 Adj2 Adj3 Adj4 Fadj Dadj Nbhd Adj Eff Rate Value WOODLAND POOR 1 105135 378.830 AC 1,300.000 .75 1.00 1.00 1.00 1.00 1.00 974.999 369,359 1.000

Property Data

Parcel Number: 743600701455000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

Building Info

Property Info

		_	
PARCEL NUMBER:	743600701455000	BATHS:	
OWNER:	LUKENS ISLAND TIMBER ENTRP LLC	BEDROOMS:	
PHYSICAL ADDRESS	0	CONDITION:	
MAILING ADDRESS:	PO BOX 190	EXTERIOR WALLS:	
	NEWPORT NC 28570		
LEGAL DESCRIPTION:	PART CARTERET 21 MERRIMON	FLOOR FINISH:	
DEED REF:	942-301	FOUNDATION:	
PLAT REFERENCE:	-	HEAT:	
NEIGHBORHOOD:	100051	ROOF COVER:	
SALE DATE:	05/21/2002	ROOF STRUCTURE:	
SALE PRICE:	\$0	SQUARE FOOTAGE:	
ACREAGE:	59.29	YEAR BUILT:	
LAND VALUE:	\$40,929	BUILDING VALUE:	\$0
EXTRA FEATURE VALUE:	\$0	PARCEL VALUE:	\$40,929

Sketches

<u>Photos</u>

RT 100051.007 LUKENS ISLAND TIMBER ENTRP LLC 2023 40,929 MKT CARD 001 40,929 PY Val PID R 7436.00.70.1455000 USE 40,929 LAND 003 PO BOX 190 DEF BLDG 000 59.290 ACRES LISTER 5/03/2015 TD NEWPORT NC 28570 XFOB 000 CITY TWP MERRIMON FIRE RESCUE OTHER LOT BLK PL BK/PG PLAT ADDRESS 0000000 DEED 942 301 AICUZ NBHD 10005100 USE 000800 VACANT PRINTED 6/16/2023 BY ALLENW LEGAL: PART CARTERET 21 MERRIMON SALES BUILDING PERMITS IN Q RC M V Sale Date Sale Price Number Type Description Issued Schd Complt Revisit Act Complt Amount WD U 0N I 5/21/2002 LAND Seq Zone Code Use Description Front Depth Back FT #Units UT UTPrice Adj1 Adj2 Adj3 Adj4 Fadj Dadj Nbhd Eff Rate Value Adj 105135 WOODLAND POOR 1 30.000 AC 1,300.000 .75 1.00 1.00 1.00 1.00 1.00 29,250 975.000 1.000 WOODLAND POOR 2 105135 10.000 AC 1,300.000 .75 1.00 1.00 1.00 1.00 1.00 9,750 1.000 975.000 105139 MARSHLAND 3 19.290 AC 100.000 1.00 1.00 1.00 1.00 1.00 1.00 1.000 100.000 1,929

Property Data

Parcel Number: 744400356008000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

Property Info

<u>Property Info</u>		<u>Building Info</u>	
PARCEL NUMBER:	744400356008000	BATHS:	
OWNER:	LUKENS ISLAND TIMBER ENTRP LLC	BEDROOMS:	
PHYSICAL ADDRESS	0	CONDITION:	
MAILING ADDRESS:	PO BOX 190	EXTERIOR WALLS:	
	NEWPORT NC 28570		
LEGAL DESCRIPTION:	PART CARTERET 21 MERRIMON	FLOOR FINISH:	
DEED REF:	1330-137	FOUNDATION:	
PLAT REFERENCE:	-	HEAT:	
NEIGHBORHOOD:	100051	ROOF COVER:	
SALE DATE:		ROOF STRUCTURE:	
SALE PRICE:	\$0	SQUARE FOOTAGE:	
ACREAGE:	4024.03	YEAR BUILT:	
LAND VALUE:	\$1,554,306	BUILDING VALUE:	\$0
EXTRA FEATURE VALUE:	\$0	PARCEL VALUE:	\$1,554,306

Sketches

Photos

RT 100051.028 CARD 001	LUKENS ISLAND TIMBER ENTRP	LLC 2023 1,554	4,306 MKT
PID R 7444.00.35.6008000		1,554,306 PY Val	USE
1,554,306 LAND 003			
	PO BOX 190		DEF
BLDG 000			
LISTER 5/06/2015 TD	NEWPORT NC 28570	4,024	4.030 ACRES
XFOB 000			
TWP MERRIMON CITY	FIRE	RESCUE	
OTHER			
LOT BLK	PL BK/PG	PLAT ADDRESS 0000	000
NBHD 10005100 USE 000800 VACANT	DEED 1330	137 AICUZ PRIN	TED
6/16/2023 BY ALLENW			
LEGAL: PART CARTERET 21 MERRIMON			
	LAND		
Seq Zone Code Use Descr	ription		
Front Depth Back FT	#Units UT UTPrice Adj	1 Adj2 Adj3 Adj4 Fadj Dadj	Nbhd
Adj Eff Rate Value	5		
-	AND POOR		
3	942.880 AC 1,300.000 .3	0 1.00 1.00 1.00 1.00 1.00	
1.000 389.999 1,537,723	-		
2 105135 WOODL	AND POOR		
	29.200 AC 1,300.000 .3	0 1.00 1.00 1.00 1.00 1.00	
	-		
1.000 390.000 11,388			
1.000 390.000 11,388 3 105139 MARSH	ILAND		
		0 1.00 1.00 1.00 1.00 1.00	
	ILAND 51.950 AC 100.000 1.0	0 1.00 1.00 1.00 1.00 1.00	
Carteret County

Property Data

Parcel Number: 744500427289000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

Building Info

Property Info

• •		-	
PARCEL NUMBER:	744500427289000	BATHS:	
OWNER:	LUKENS ISLAND TIMBER ENTRP LLC	BEDROOMS:	
PHYSICAL ADDRESS	0	CONDITION:	
MAILING ADDRESS:	PO BOX 190	EXTERIOR WALLS:	
	NEWPORT NC 28570		
LEGAL DESCRIPTION:	TRACTS 5 8 LUKENS ISLAND HUNT CLUB	FLOOR FINISH:	
DEED REF:	942-301	FOUNDATION:	
PLAT REFERENCE:	30-220	HEAT:	
NEIGHBORHOOD:	100051	ROOF COVER:	
SALE DATE:	05/21/2002	ROOF STRUCTURE:	
SALE PRICE:	\$0	SQUARE FOOTAGE:	
ACREAGE:	1229.46	YEAR BUILT:	
LAND VALUE:	\$231,851	BUILDING VALUE:	\$0
EXTRA FEATURE VALUE:	\$0	PARCEL VALUE:	\$231,851

Sketches

<u>Photos</u>

RT 100051.005 LUKENS ISLAND TIMBER ENTRP LLC 2023 231,851 MKT CARD 001 231,851 PY Val PID R 7445.00.42.7289000 USE 231,851 LAND 003 PO BOX 190 DEF BLDG 000 LISTER 3/23/2000 JF NEWPORT NC 28570 1,229.460 ACRES XFOB 000 TWP MERRIMON CITY FIRE RESCUE OTHER LOT BLK PL BK/PG 30 220 PLAT ADDRESS 0000000 DEED 942 301 AICUZ NBHD 10005100 USE 000800 VACANT PRINTED 6/16/2023 BY ALLENW LEGAL: TRACTS 5 8 LUKENS ISLAND HUNT CLUB SALES BUILDING PERMITS IN Q RC M V Sale Date Sale Price Number Type Description Issued Schd Complt Revisit Act Complt Amount WD U ØN I 5/21/2002 LAND Seq Zone Code Use Description Front Depth Back FT dj Eff Rate Value UTPrice Adj1 Adj2 Adj3 Adj4 Fadj Dadj #Units UT Nbhd Adj 105135 WOODLAND POOR 1 881.270 AC 1,300.000 .30 .50 1.00 1.00 1.00 1.00 194.999 171,847 1.000 105135 WOODLAND POOR 2 293.760 AC 1,300.000 .30 .50 1.00 1.00 1.00 1.00 194.999 57,283 1.000 105139 MARSHLAND 3 54.430 AC 100.000 1.00 .50 1.00 1.00 1.00 1.00 1.000 49.990 2,721

Carteret County

Property Data

Parcel Number: 743500126993000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

<u>Property Info</u>		<u>Building Info</u>	
PARCEL NUMBER:	743500126993000	BATHS:	
OWNER:	LUKENS ISLAND TIMBER ENTRP LLC	BEDROOMS:	
PHYSICAL ADDRESS	0	CONDITION:	
MAILING ADDRESS:	PO BOX 190	EXTERIOR WALLS:	
	NEWPORT NC 28570		
LEGAL DESCRIPTION:	PART TRACT 10B LUKENS ISLAND HUNT CLUB	FLOOR FINISH:	
DEED REF:	0806-00739	FOUNDATION:	
PLAT REFERENCE:	-	HEAT:	
NEIGHBORHOOD:	100051	ROOF COVER:	
SALE DATE:		ROOF STRUCTURE:	
SALE PRICE:	\$0	SQUARE FOOTAGE:	
ACREAGE:	106.02	YEAR BUILT:	
LAND VALUE:	\$82,439	BUILDING VALUE:	\$0
EXTRA FEATURE VALUE:	\$0	PARCEL VALUE:	\$82,439

Sketches

<u>Photos</u>

RT 100051.024 CARD 001	LUKENS ISLAND TIMBER ENTRP LI	LC 2023	82,439 MKT
PID R 7435.00.12.6993000		82,439 PY Val	USE
82,439 LAND 002	PO BOX 190		DEF
BLDG 000	FO BOX 190		DEI
LISTER 5/14/2015 TD	NEWPORT NC 28570		106.020 ACRES
XFOB 000 TWP MERRIMON CITY	FIRE	RESCUE	
OTHER			000000
LOT BLK NBHD 10005100 USE 000800 VACANT	·		0000000 PRINTED
6/16/2023 BY ALLENW		AICOL	
LEGAL: PART TRACT 10B LUKENS ISLAN	ID HUNT CLUB		
	LAND		
Seq Zone Code Use Descr			
	#Units UT UTPrice Adj1	Adj2 Adj3 Adj4 Fadj I	Dadj Nbhd
Adj Eff Rate Value 1 105135 WOODL	AND POOR		
1 103133 WOODL		1.00 1.00 1.00 1.00	1 00
1.000 974.993 80,047	52.100 AC 1,500.000 .75	1.00 1.00 1.00 1.00	1.00
2 105139 MARSH	ILAND		
	23.920 AC 100.000 1.00	1.00 1.00 1.00 1.00 1	1.00
1.000 100.000 2,392			

Carteret County

Property Data

Parcel Number: 742500727712000 Inquiry Date: 6/22/2023

DISCLAIMER: For confirmation of the number of buildings on each parcel, please contact the Carteret County Tax Office.

<u>Property Info</u>		<u>Building Info</u>	
PARCEL NUMBER:	742500727712000	BATHS:	
OWNER:	LUKENS ISLAND TIMBER ENTRP LLC	BEDROOMS:	
PHYSICAL ADDRESS	0	CONDITION:	
MAILING ADDRESS:	PO BOX 190	EXTERIOR WALLS:	
	NEWPORT NC 28570		
LEGAL DESCRIPTION:	PART TRACT 10B LUKENS ISLAND HUNTING CLUB	FLOOR FINISH:	
DEED REF:	0806-00739	FOUNDATION:	
PLAT REFERENCE:	-	HEAT:	
NEIGHBORHOOD:	100051	ROOF COVER:	
SALE DATE:		ROOF STRUCTURE:	
SALE PRICE:	\$0	SQUARE FOOTAGE:	
ACREAGE:	157.95	YEAR BUILT:	
LAND VALUE:	\$134,750	BUILDING VALUE:	\$0
EXTRA FEATURE VALUE:	\$0	PARCEL VALUE:	\$134,750

Sketches

<u>Photos</u>

RT 100051.020 CARD 001	LUKENS ISLAND TIMBER ENTRP LLC	2023 134,750 MKT
PID R 7425.00.72.7712000 134,750 LAND 003	134,	750 PY Val USE
194,750 EAND 005	PO BOX 190	DEF
BLDG 000	FO BOX 198	DEI
LISTER 4/11/2000 RDK	NEWPORT NC 28570	157.950 ACRES
XFOB 000	NEWFORT NC 28576	137.330 ACRES
TWP MERRIMON CITY	FIRE	RESCUE
OTHER	1 1112	RESCOL
LOT BLK	PL BK/PG PLAT	ADDRESS 0000000
NBHD 10005100 USE 000800 VACAN	•	
6/16/2023 BY ALLENW		
LEGAL: PART TRACT 10B LUKENS ISLA	ND HUNTING CLUB	
	LAND	
Seq Zone Code Use Desc	ription	
•	#Units UT UTPrice Adj1 Adj2 Adj	3 Adj4 Fadj Dadj Nbhd
Adj Eff Rate Value		5 5 5
	DLAND POOR	
	131.450 AC 1,300.000 .75 1.00 1.0	0 1.00 1.00 1.00
1.000 974.994 128,163		
2 105135 WOOD	DLAND POOR	
	4.500 AC 1,300.000 .75 1.00 1.0	0 1.00 1.00 1.00
1.000 974.888 4,387		
	HLAND	
	HLAND 22.000 AC 100.000 1.00 1.00 1.0	0 1.00 1.00 1.00

GENER GENER DE as autho Departm in an are	A AND DREDGE AND RAL RMIT Official rized by the State of North Card ent of Environment, Health, and a of environmental concern pure	lina Natural Resources and the suant to 15 NCAC	e Coastal Resources C	ommission
Applicant Name	Road, Water Body, etc.) Ga Honohead Ci Road, Water Body, etc.) Ga South of the pron the file pron the file pron the file pron the file pron	unting club ty State 1 ntenet Crun th Rinon as 30228 W	Phone Number <u>91</u> Ty off of 5 mooning	9-726-8064 Zip 28557 Huy 20E
PROJECT DESCRIPTION Pier (dock) length Groin length number Bulkhead Tength max. distance offshore Basin, channel dimensions cubic yards	SKETCH $ESPITA, EU UUUUUUUU$	× 100 0000000000000000000000000000000000	PULLOS 7	ALE: No -364m2 South River
Boat ramp dimensions Other		entry pilling 6	130' 130'	Aug Di

This permit is subject to compliance with this application, site drawing and attached general and specific conditions. Any violation of these terms may subject the permittee to a fine, imprisonment or civil action; and may cause the permit to become null and void.

This permit must be on the project site and accessible to the permit officer when the project is inspected for compliance. The applicant certifies by signing this permit that 1) this project is consistent with the local land use plan and all local ordinances, and 2) a written statement has been obtained from adjacent riparian landowners certifying that they have no objections to the proposed work.

In issuing this permit the State of North Carolina certifies that this project is consistent with the North Carolina Coastal Management Program.

3 issuing date

50.00

attachments

application fee

applicant's signature

permit officer's signature

94 f 3

74 1200

expiration date

Distance from shore Normal water hevel 10' = 1' of water 20' = 1'6" 11 30' = 2" 11 40 = 2'/''v 50 = 2' 11 60 = 2'2" 11 70 = 2'2" 11 80 = 2'3" 11 40 = 2'6" 11 100 = 2'6" 11 1/0 = 2'4''11 120 = 2'2" 11 130 = 2'6" 11 140 = 2'6" 11 150 = 3'3" 11 163 = 3'6" 11

Lukens Island Hunting Club Bill munden treesurer 11-23-93





Jere A. Henderson P.O. Box 407 Troy, Alabama 36081

October 29, 1992

Bill Munden Lukens Island Hunting Club FAX# 919-726-6133

Dear Bill:

I hereby give my blessing and support to Lukens Island Hunting Club, Inc. in your efforts to construct a house and dock on the property that adjoins me.

If I can be of further help, please let me know.

Sincerely, le

Jere A. Henderson

lp

Jett Matthews



Cantenet - c No CAMA AND DREDGE AND FILL 13121 GENERAL PFRMIT as authorized by the State of North Carolina Department of Environment, Health, and Natural Resources and the Coastal Resources Commission in an area of environmental concern pursuant to 15A NCAC Applicant Name Lukens Island Hunting Club Phone Number 919 - 444 - 1805 Address POBrx 69 City Monehard City State Mine State NC Zip 28557 Project Location (County, State Road, Water Body, etc.) Contenet County Lukens Island Stacy off Huy 70E South Bigen Type of Project Activity boat namp 2012 beyond MHW, 15 hr City Morehand City SKETCHES, EU, PTA **PROJECT DESCRIPTION** (SCALE: Pier (dock) length Groin length number ____ Bulkhead length ____ ax. distance offshore . Basin, channel dimensions cubic yards ____ 0 (m Boat ramp dimensions -20'1 × 15'W Other ____ Addy & Bl& existin This permit is subject to compliance with this application, site drawing and attached general and specific conditions. Any violation of these terms may subject the permittee to a fine, applicant's signature imprisonment or civil action; and may cause the permit to become null and void. permit officer's signature This permit must be on the project site and accessible to the permit officer when the project is inspected for compliance. 10-7-94 applicant certifies by signing this permit that 1) this proexpiration date is consistent with the local land use plan and all local ordinances, and 2) a written statement has been obtained from attachments NCAC 74 1300 adjacent riparian landowners certifying that they have no objections to the proposed work.

In issuing this permit the State of North Carolina certifies that this project is consistent with the North Carolina Coastal Management Program.

application fee 50.00 ch # 1115

JUN-30-1994 16:30 FROM STRUTHER TILBERLANDS

19194441805

P.01

Jere A. Henderson P.O. Box 407 Troy, Alabama 36081

TO

the second second second second second

VIA FACSIMILE (919) 444-1805

TO: Jet Matthews

FROM: Jere A. Henderson

RE: Boat Ramp

I Jere A. Henderson do not have any objections to Lukens Island Hunting Club building a boat ramp beside the pler.

eron 6-18-94 fere A. Hende Date

Split 1000500103 ALL 1000100105 ALL 1000400105

STATE OF NORTH CAROLINA COUNTY OF CARTERET

THIS DEED, made and entered into this the $27^{\frac{77}{7}}$ day of August, 1992, by and between HENDERSON TIMBERLANDS, LTD., a limited partnership, party of the first part; and LUKENS ISLAND HUNTING CLUB, INC., whose address is Route 1, Box 176, Havelock, North Carolina 28532, party of the second part;

Mard and Smith, P.A. 1001 College Court New Bern, MC 28563

> Real Estate Excise Tax

704.00

WITNESSETH:

That the party of the first part in consideration of the sum of Ten Dollars (\$10.00) and other good and valuable considerations is said party paid by the party of the second part, the receipt of which hereby is acknowledged, has bargained and sold and by these presents does bargain, sell and convey, subject to the reservations and limitations provided herein, unto the party of the second part, said party's successors and assigns, the following described property, to wit:

> All those certain tracts and parcels of land and appurtenant rights more particularly described on Exhibit A attached hereto and incorporated herein by reference.

TO HAVE AND TO HOLD said property and all privileges and appurtenances thereunto belonging to the party of the second part, said party's successors and assigns forever, subject to the reservations and limitations provided herein.

And the party of the first part does covenant that said party is seized of said property in fee and has the right to convey the same in fee simple; that the same is free from encumbrances except any encumbrances and restrictions mentioned above and that said party will warrant and defend the title to the same against the lawful claims of all persons whomsoever.

IN TESTIMONY WHEREOF, the party of the first part has caused this instrument to be executed under seal and in such form as to be binding, all by authority duly given, this the day and year first above written.

BOOK LAL PAGE 160

HENDERSON TIMBERLANDS, LTD., (SEAL) A Limited Partnership buder SEAL) By Jere A. Henderson, General Partner SOUTH ALABAMA TIMBERLAND, By: INC. General Partner Jame B. Stion By: sident ... Attes STATE OF <u>Alabama</u> COUNTY OF <u>Pille</u> Prescoti Notary eah I, <u>LECUM K. FIEDCOLT</u>, a wotary Public in and for said County and State, do hereby certify that JERE A. HENDERSON personally came before me this day and acknowledged that he is a general partner in HENDERSON TIMBERLANDS, LTD., a limited partnership and that the foregoing and annexed instrument was signed by him as a general partner of HENDERSON TIMBERLANDS, LTD. and that the instrument is the act and deed of said partnership. I, said partnership. WITNESS my hand and notarial seal, this the 27 day of 1. 940 %. , 1992. Leah R 4 Notary Pub nescot Commission Expires: TRAINA BOOK 696 PAGE 160 AUG 2 4 1993

STATE OF Alabama COUNTY OF Pike I, Leah R. Prescott , a Notary Public in and for said County and State, do hereby certify that Jere A. Henderson personally came before me this day Secretary of SOUTH ALABAMA and acknowledged that he is and acknowledged that he is _______ Secretary of South Alabaha TIMBERLAND, INC., a corporation which is a General Partner in the limited partnership of HENDERSON TIMBERLANDS, LTD.; that by authority duly given and as the act of the corporation, the foregoing instrument was signed in its name by its President, sealed with its corporate seal, and attested by himself as its _______ Secretary; that the act of the General Partner is the act of the Imited partnership and that the typewritten word the act of the limited partnership; and that the typewritten word "SEAL" appearing of the name of the limited partnership has been adopted by the imited partnership as its seal. WITNESS my hand and notarial seal, this the 27 day of August _, 1992. Seah & All Notary Pub My Commission Expires: STATE OF NORTH CAROLINA COUNTY OF CARTERET The foregoing certificates of Notaries Public of said Count[y/ies], and State[s], are certified to be correct. This instrument was presented for registration this day and hour and duly recorded in the office of the Register of Deeds, of Carteret County, North Carolina, in Book 696, Deeds of Page/100 This 4th day of Jeptember 1992, at This 11:35)<u>eboral Milline</u> Register of peeds Deputy 92-0447 08/12/92 CDR\CDR SHAIN 33057. BOOK 696 PAGE 160 - 4

EXHIBIT A

All those certain tracts or parcels of land lying and being situate in Merrimon Township, Carteret County, North Carolina, and being more particularly described as follows:

TRACT 1:

Beginning at a point in the centerline of a sixty foot right-of-way (said beginning point is sometimes referred to herein as POINT "CIRCLE"). The point of beginning is located the following courses and distances from the intersection of the centerline of the 100' in width easement described in Book 381, Page 1, with the southern line of the pr ...y conveyed to Henderson Timberlands, Ltd. by deed recorded : 2 ok 662, Page 102:

Ltd. by deed recorded ! 2 ok 662, Page 102: North 04° 33' 18" East 2,012.16 feet to a point; thence North 47° 46' 03" West 2,868.43 feet to a point; thence North 24° 11' 42" East 4,063.66 feet to a point; thence North 18° 28' 31" West 1,699.46 feet to the point of beginning (said point being referred to as POINT "CIRCLE"). THENCE FROM SAID POINT OF BEGINNING SO LOCATED, along and with the centerline of the aforesaid sixty foot right-of-way the following three courses:

North 18° 35' 28" West 4,210.57 feet to a point; thence North 10° 39' 28" West 5,327.29 feet to a point; thence North 62° 39' 31" West 4,993.55 feet to a point; thence along and with a ditch North 62° 39' 31" West 3,969.31 feet to a point; thence North 05° 45' 00" West 98.74 feet to a point; thence North 40° 20' 00" West 163.10 feet to a point; thence North 33° 15' 00" East 446.16 feet to a point; thence North 14° 55' 00" West 709.50 feet to a point; thence North 15° 55' 00" West 397.32 feet to a point; thence North 15° 30' 00" East 218.46 feet to a point; thence South 64° 10' 00" East 3,887.60 feet to a point; thence North 57° 00' 00" East 1,688.28 feet to a point (said point hereinafter sometimes referred to as PCINT "STAR"); thence South 24° 50' 00" West 1,444.82 feet to a point; thence South 64° 10' 00" East 3,479.95 feet to a point; thence South 16° 40' 00" West 479.82 feet to a point; thence South 34° 40' 00" West 539.22 feet to a point; thence South 25° 15' 00" East 195.36 feet to a point; thence North 66° 45' 00" East 376.86 feet to a point; thence North 53° 25' 00" East 289.08 feet to a point; thence North 70° 45' 00" East 632.94 feet to a point; thence North P2° 00' 00" East 325.38 feet to a point; thence South 77° 05' 00" East 693.66 feet to a point; thence South 36° 10' 00" East 204.60 feet to a point; thence South 82° 00' 00" East 135.30 feet to a point; thence South 44° 05' 00" East 351.12 feet to a point; thence South 44° 05' 00" East 351.12 feet to a point; thence South 66° 35' 00" East 691.02 feet to a point; thence South 27° 40' 00" East 335.28 feet to a point; thence South 15° 55' 00" West 194.70 feet to a point;

BOOK 696 PAGE 160

thence South 60° 45' 00" West 122.10 feet to a point; thence South 33° 20' 00" East 173.58 feet to a point; East 453.42 feet to a point; thence South 04° 20' 00" East 351.12 feet to a point; thence North 71° 00' 00" thence North 36° 20' 00" East 803.22 feet to a point; East 533.94 feet to a point; thence South 37° 50' 00" thence South 10° 25' 00" West 482.46 feet to a point; thence North 45° 15' 00" East 889,68 feet to a point; East 730.62 feet to a point; thence South 81° 05' 00" 35' 00" East 462.66 feet to a point; thence North 34° thence North 86° 25' 00" East 525.36 feet to a point; thence South 37° 10' 00" East 787.38 feet to a point; thence South 17° 20' 00" West 745.80 feet to a point; 25' 00" West 300.96 feet to a point; thence South 86° 00" West 413.16 feet to a point; thence South 25° 00" West 454.74 feet to a point; thence South 56 U' thence South 13° 00' 00" West 642.18 feet to a point; thence North 89° 25' 00" West 613.80 feet to a point; thence South 31° 40' 00" East 656.70 feet to a point; thence South 20° 45' 00" West 386.10 feet to a point; thence North 80° 40' 00" East 462.00 feet to a point; thence South 27° 10' 00" East 240.24 feet to a point; thence South 68° 45' 00" East 532.62 feet to a point; thence South 26° 40' 00" East 971.52 feet to a point; thence South 58° 30' 00" West 712.80 feet to a point; 50' 00" East 375.54 feet to a point; thence South 21° thence South 10° 30' 00" West 310.86 feet to a point; thence South 22° 25' 00" West 396.00 feet to a point; thence South 32° 25' 00" West 287.10 feet to a point; thence South 39° 00' 00" West 208.56 feet to a point; thence South 10° 30' 00" East 285.12 feet to a point; 50' 00" West 143.22 feet to a point; thence South 17° thence South 33° 50' 00" East 168.96 feet to a point; thence South 10° 30' 00" East 230.02 feet to a point; thence South 10° 28' 26" West 348.45 feet to a point; thence South 79° thence North 49° 47' 34" West 658.49 feet to a point; thence South 80° 55' 46" West 263.65 feet to a point; thence South 30° 03' 39" West 3,379.64 feet to the point or place of beginning.

SAVING AND EXCEPTING from the above-described property that portion of the property located within 30 feet of the following described line: Beginning at the beginning point of the above-described property (said point of beginning being the point previously designated POINT "CIRCLE"). Thence from said point of beginning North 18° 35' 28" West 4,210.57 feet to a point; thence North 10° 39' 28" West 5,327.29 feet to a point; thence North 62° 39' 31" West 4,993.55 feet to a point. The property being excepted is that portion of the property which is located within the sixty foot right-of-way which is appurtenant to the above-described property.

BOOK 696 PAGE 160

TOGETHER WITH a perpetual non-exclusive easement for ingress, egress, regress, further subdivision, and the installation and maintenance of utilities to and from the northern end of the easement recorded in Book 381, Page 1, to and from the abovedescribed property over, under, and upon the following described 60' in width right of way: The centerline of the 60' in width right of way is more particularly described as follows: Beginning at the centerline of the northern end of the 100' in width easement described in Book 381, Page 1; thence North 04° 33' 18" East 2,012.16 feet to a point; thence North 47° 46' 03" West 2,868.43 feet to a point; thence North 24° 11' 42" East 4,063.66 feet to a point; thence North 18° 28' 31" West 1,699.46 feet to a point; thence North 18° 28' 31" West 1,699.46 feet to a point; thence North 18° 35' 28" West 4,210.57 feet to a point; thence North 62° 39' 31" West 4,993.55 feet to a point; thence North 62° 39' 31" West 3,969.31 feet to a point; thence North 62° 39' 31" West 3,969.31 feet to a point;

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FURTHER TOGETHER WITH a non-exclusive perpetual easement for ingress and regress to and from the public road and to and from the beginning of the easement described above over and upon the 100' in width easement described in Book 381, Page 1, in the office of the Register of Deeds of Carteret County. This easement crosses the property known as the Open Grounds Farm.

Henderson Timberlands, Ltd. shall maintain the aforesaid easements in a condition at least as good as the present condition of the easements; provided, however, Lukens Island Hunting Club, Inc. shall be liable for and shall pay all costs and expenses incurred by Henderson Timberlands, Ltd. to correct or repair any damage caused to the easement areas by logging equipment or commercial or private vehicles servicing the above-described property except Lukens Island Hunting Club, Inc. shall not be responsible for any damage caused by any logging equipment or commercial or private Wehicles which are serving the above-described property under Henderson Timberlands, Ltd.'s authority and right to the Pine Timber on the property as hereinafter provided. Lukens Island Hunting Club, Inc. agrees to indemnify and hold Henderson Timberlands, Ltd. harmless from and against any and all loss, cost, claim, damage or expense of any kind, including attorney fees, threatened against or incurred by Henderson Timberlands, Ltd. which arise out of the use of the easements by Lukens Island Hunting Club, Inc., their guests, agents, licensees, or employees, including personal injury and property damage. Lukens Island Club, Lukens Island Hunting Club, Inc., its successors or assigns, agrees to maintain general liability insurance on the easement areas in the minimum sum of \$500,000 for the benefit of Lukens Island Hunting Club, Inc. and Henderson Timberlands, Ltd.

BOOK 696 PAGE 160

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SAVING AND EXCEPTING from the above-described property all pine timber on the above-described property, together with the right to enter upon the above-described property and remove the Pine Timber, for a period of five years from <u>June 30 /972</u>. The right to the pine timber on the above described property includes the right to construct haul roads as needed and to obtain borrowed materials to use to construct such haul roads. Any pine timber not removed by the aforesaid date automatically shall become the property of Lukens Island Hunting Club, Inc., without any additional compensation or execution of any documents. Henderson Timberlands, Ltd. will make every effort to insure that all timber harvesting on the above-described property is carried out in a responsible manner and according to accepted forestry practices.

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The above-described perty is conveyed subject to the reservation of mineral right reserved by International Paper Company, Weyerhaeuser Company, Shell Oil Company and John L. Roper Lumber Company.

TRACT 2:

Beginning at a point in the centerline of a sixty foot right-of-way (said beginning point is sometimes referred to herein as POINT "TRIANGLE"). The point of beginning is located the following courses and distances from the intersection of the centerline of the 100' in width right-of-way described in Book 381, Page 1, with the southern line of the property conveyed to Henderson Timberlands, Ltd. by deed recorded in Book 62, Page 102: North 04° 33' 18" East 2,012.16 feet to a point;

thence North 47° 46' 03" West 2,868.43 feet to a point; thence North 24° 11' 42" East 4,063.66 feet to a point; thence North 18° 28' 31" West 1,699.46 feet to a point; thence North 18° 35' 28" West 4,210.57 feet to a point; thence North 10° 39' 28" West 5,327.29 feet to a point; thence North 62° 39' 31" West 4,993.55 feet to a point; thence South 72° 01' 51" West 2,342.55 feet to a point; thence South 72° 24' 05" West 2,859.13 feet to a point; thence South 71° 08' 48" West 1,247.56 feet to a point; thence North 67° 00' 46" West 179.68 feet to a point; thence North 25° 27' 14" West 4,809.85 feet to the point or place (Said point of beginning sometimes hereinafter of beginning. referred to as POINT "TRIANGLE") THENCE FROM SAID POINT OF BEGINNING SO LOCATED, South 64° 43' 15" West 5,175.99 feet to a point; thence North 28° 00' 32' East 1,000.0 feet to a point; thence North 41° 16' 25" East 1,226.97 feet to a point; thence North 22° 05' 00" East 759.66 feet to a point; thence North 63° 00' 00" East 260.04 feet to a point; thence South 72° 15' 00" East 318.12 feet to a point; thence North 45° 10' 00" East 549.12 feet to a point;

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thence North 09° 40' 00" East 159.06 feet to a point;

l							•					
	thence	South	72°	20'	00"	West	227.70	feet	to	a	point;	
	thence	North	85°	00'	00"	West	209.22	feet	to	a	point;	
	thence	North	00°	25'	00"	West	327.36	feet	to	a	point;	
	thence	North	45°	15'	00"	East	172.92	feet	to	a	point;	
	thence	North	51°	55'	00"	East	495.66	feet	to	a	point;	
	thence	North	73°	05'	00"	East	272.58	feet	to	a	point;	
l	thence	North	70°	35'	00"	West	278.52	feet	to	a	point;	
	thence	North	10°	50'	00"	East	285.12	feet	to	a	point;	
l	thence	South	54°	55'	00"	West	306.24	feet	to	a	point;	
	thence	North	50°	10'	00"	West	291.72	feet	to	a	point;	
	thence	South	50°	15'	00"	West	170.94	feet	to	a	point;	
	thence	North	33°	50'	00"	West	147.18	feet	to	a	point;	
	thence	North	10°	00'	00"	West	300.30	feet	to	a	point;	
	thence	No-	28°	55'	00"	West	380.82	feet	to	a	point;	
l	thence	NC	36°	50'	00"	East	223.74	feet	to	a	point;	
	thence	N.I .h	78°	45'	00"	East	358.38	feet	to	a	point;	
l	thence	South	68°	15'	00"	East	258.72	feet	to	a	point;	
l	thence	North	29°	55'	00"	East	444.18	feet	to	a	point;	
	thence	South	67°	10'	00"	East	436.92	feet	to	a	point;	
i.	thence	North	43°	03'	00"	East	636.90	feet	to	a	point;	
1	thence	North	29°	40'	00"	East	750.42	feet	to	a	point;	
	thence	North	66°	10'	00"	West	181.50	feet	to	a	point;	
	thence	South	71°	10'	00"	West	386.10	feet	to	a	point;	
	thence	North	59°	10'	00"	West	386.76	feet	to	a	point;	
è	thence	North	48°	20'	00"	East	667.26	feet	to	a	point;	
r.	thence	South	86°	50'	00"	East	483.80	feet	to	a	point;	
	thence	South	04°	34'	36"	East	2,346.	51 Iee	et t	:0	a point;	
2	thence	South	04°	34'	36"	East	1,048.	46 Iee	at t	:0	a point;	
	thence	South	10°	53'	20"	West	241.50	Ieet	LO	a	point;	1
-				31.	04"	East	1,178.	sa iee	SC T	0	the point o	i prace
١	of beg	inning	•									

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SAVING AND EXCEPTING from the above-described property that portion of the property located within 30 feet of the following described line: Beginning at the beginning point of the above-described property (said point of beginning being the point previously designated POINT "TRIANGLE"). Thence from said point of beginning South 64° 43' 15" West 5,175.99 feet to a point. The property being excepted is that portion of the property which is located within the sixty foot right-of-way which is appurtenant to the above-described property.

SAVING AND EXCEPTING from the above-described property that portion of the property located within 30 feet of the following described line: Beginning at the beginning point of the above-described property (said point of beginning being the point previously designated POINT "TRIANGLE"). Thence from said point of beginning North 25° 31' 04" West 1,178.89 feet to a point; thence North 10° 53' 20" East 241.56 feet to a point; thence North 04° 34' 36" West 1,048.46 feet to a point; thence North 04° 34' 36" West 2,346.51 feet to a point. The property being excepted is that portion of

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the property which is located within the sixty foot right-of-way which is appurtenant to the above-described property.

TOGETLER WITH a perpetual non-exclusive easement for ingress, egress, regress, further subdivision, and the installation and maintenance of utilities to and from the northern end of the easement recorded in Book 381, Page 1, to and from the abovedescribed property over, under, and upon the following described 60' in width right of way: The centerline of the 60' in width right of way is more particularly described as follows: Beginning at the centerline of the northern end of the 100' in width easement described in Book 381, Page 1; thence North 04° 33' 18" East 2,012.16 feet to a point; thence North 47° 46' 03" West 2,868.43 feet to a point; thence North 47° 46' 03" West 2,868.43 feet to a point; thence North 18° 28' .' west 1,699.46 feet to a point; thence North 18° 28' .' west 1,699.46 feet to a point (said point being the point previously designated as POINT "CIRCLE"); thence North 18° 35' 28" West 4,210.57 feet to a point; thence North 10° 39' 28" West 5,327.29 feet to a point; thence North 62° 39' 31" West 4,993.55 feet to a point; thence South 72° 01' 51" West 2,342.55 feet to a point; thence South 72° 24' 05" West 2,859.13 feet to a point; thence South 71° 08' 48" West 1,247.56 feet to a point; thence North 65° 00' 46" West 179.68 feet to a point; thence North 55° 27' 14" West 4,809.85 feet to a point; thence North 55° 27' 14" West 5,175.99 feet to a point.

TOGETHER WITH a perpetual non-exclusive easement for ingress, egress, regress, further subdivision, and the installation and maintenance of utilities to and from the northern end of the easement recorded in Book 381, Page 1, to and from the abovedescribed property over, under, and upon the following described 60' in width right of way: The centerline of the 60' in width right of way is more particularly described as follows: Beginning at the centerline of the northern end of the 100' in width easement described in Book 381, Page 1; thence North 04° 33' 18" East 2,012.16 feet to a point; thence North 47° 46' 03" West 2,868.43 feet to a point; thence North 47° 46' 03" West 2,868.43 feet to a point; thence North 18° 28' 31" West 1,699.46 feet to a point; thence North 18° 28' 31" West 1,699.46 feet to a point; thence North 18° 35' 28" West 4,210.57 feet to a point; thence North 18° 39' 28" West 5,327.29 feet to a point; thence North 62° 39' 31" West 4,993.55 feet to a point; thence South 72° 01' 51" West 2,342.55 feet to a point; thence South 72° 01' 51" West 2,859.13 feet to a point; thence South 72° 01' 51" West 2,859.13 feet to a point; thence North 67° 00' 46" West 179.68 feet to a point; thence North 67° 00' 46" West 179.68 feet to a point; thence North 25° 27' 14" West 4,809.85 feet to a point;

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Stational from

(said point sometimes referred to as POINT "TRIANGLE"); thence North 25° 31' 04" West 1,178.89 feet to a point; thence North 10° 53' 20" East 241.56 feet to a point; thence North 04° 34' 36" West 1,048.46 feet to a point; thence North 04° 34' 36" West 2,346.51 feet to a point.

FURTHER TOGETHER WITH a non-exclusive perpetual easement for ingress and regress to and from the public road and to and from the beginning of the easements described above over and upon the 100' in width easement described in Book 381, Page 1, in the office of the Register of Deeds of Carteret County. This easement crosses the property known as the Open Grounds Farm.

Henderson Timberl, ', Ltd. shall maintain the aforesaid easements in a condition a icast as good as the present condition of the easements; provided, however, Lukens Island Hunting Club, Inc. shall be liable for and shall pay all costs and expenses incurred by Henderson Timberlands, Ltd. to correct or repair any damage caused to the easement areas by logging equipment or commercial or private vehicles servicing the above-described property except Lukens Island Hunting Club, Inc. shall not be responsible for any damage caused by any logging equipment or commercial or private vehicles which are serving the above-described property under Henderson Timberlands, Ltd.'s authority and right to the Pine Timber on the property as hereinafter provided. Lukens Island Hunting Club, Inc. agrees to indemnify and hold Henderson Timberlands, Ltd. harmless from and against any and all loss, cost, claim, damage or expense of any kind, including attorney fees, threatened against or incurred by Henderson Timberlands, Ltd. which arise out of the use of the easements by Lukens Island Hunting Club, Inc., their guests, agents, licensees, or employees, including personal injury and property damage. Lukens Island Hunting Club, Inc., its successors or assigns, agrees to maintain general liability insurance on the easement areas in the minimum sum of \$500,000 for the benefit of Lukens Island Hunting Club, Inc. and Henderson Timberlands, Ltd.

SAVING AND EXCEPTING from the above-described property all pine timber on the above-described property, together with the right to enter upon the above-described property and remove the Pine Timber, for a period of five years from $\underline{\neg une} 30./992$. The right to the pine timber on the above described property includes the right to construct haul roads as needed and to obtain borrowed materials to use to construct such haul roads. Any pine timber not removed by the aforesaid date automatically shall become the property of Lukens Island Hunting Club, Inc., without any additional compensation or execution of any documents. Henderson Timberlands, Ltd. will make every effort to insure that all timber harvesting on the above-described property is carried out in a responsible manner and according to accepted forestry practices.

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The above-described property is conveyed subject to the reservation of mineral rights reserved by International Paper Company, Weyerhaeuser Company, Shell Oil Company and John L. Roper Lumber Company.

TRACT 3:

Beginning at a point located North 24° 50' 00" East 1,200.54 feet from the point previously referred to above as POINT "STAR". Said point of beginning being hereinafter referred to as POINT "RECTANGLE". THENCE FROM SAID POINT OF BEGINNING SO LOCATED,

North 70° 10' West 3,696.00 feet to a point; thence North 31° 20' East 328.68 feet to a point; thence South 48° 15' East 570.90 feet to a point; thence North 69° East 258.72 feet to a point; thence South 61 v. East 496.98 feet to a point; thence North 73 - 40' East 584.10 feet to a point; thence North 74° 50' East 498.30 feet to a point; thence South 18° 20' East 652.08 feet to a point; thence North 84° 55' East 845.46 feet to a point; thence South 86° 15' East 627.00 feet to a point; thence North 67° 40' East 650.76 feet to a point; thence South 60° 50' East 483.78 feet to a point; thence North 58° 40' East 349.80 feet to a point; thence South 44° 45' East 447.48 feet to a point; thence South 31° 25' West 362.32 feet to a point; thence South 54° 00' West 588.72 feet to a point; thence South 41° 35' East 769.56 feet to a point; thence North 64° 15' West 2,343.66 feet to the point or place of beginning.

TOGETHER WITH a perpetual non-exclusive easement for ingress, egress, regress, further subdivision, and the installation and maintenance of utilities to and from the northern end of the easement recorded in Book 381, Page 1, to and from the abovedescribed property over, under, and upon the following described 60' in width right of way: The centerline of the 60' in width right of way is more particularly described as follows: Beginning at the centerline of the northern end of the 100' in width easement described in Book 381, Page 1; thence North 04° 33' 18" East 2,012.16 feet to a point; thence North 47° 46' 03" West 2,868.43 feet to a point; thence North 18° 28' 31" West 1,699.46 feet to a point; thence North 18° 28' 31" West 4,210.57 feet to a point; thence North 18° 35' 28" West 4,210.57 feet to a point; thence North 10° 39' 28" West 4,93.55 feet to a point; thence North 62° 39' 31" West 30 feet to a point; thence North 62° 39' 31" West 3,969.31 feet to a point.

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FURTHER TOGETHER WITH a non-exclusive perpetual easement for ingress and regress to and from the public road and to and from the beginning of the easement described above over and upon the 100' in width easement described in Eook 381, Page 1, in the office of the Register of Deeds of Carteret County. This easement crosses the property known as the Open Grounds Farm.

Henderson Timberlands, Ltd. shall maintain the aforesaid easements in a condition at least as good as the present condition of the easements; provided, however, Lukens Island Hunting Club, Inc. shall be liable for and shall pay all costs and expenses incurred by Henderson Timberlands, Ltd. to correct or repair any damage caused to the easement areas by logging equipment or commercial or private vehicles servicing the above-described property except Lukens Island and Club, Inc. shall not be responsible for any damage cause. F any logging equipment or commercial or private vehicles witc. are serving the above-described property under Henderson Timberlands, Ltd.'s authority and right to the Pine Timber on the property as hereinafter provided. Lukens Island Hunting Club, Inc. agrees to indemnify and hold Henderson Timberlands, Ltd. harmless from and against any and all loss, cost, claim, damage or expense of any kind, including attorney fees, threatened against or incurred by Henderson Timberlands, Ltd. which arise out of the use of the easements by Lukens Island Hunting Club, Inc., their guests, agents, licensees, or employees, including personal injury and property damage. Lukens Island Hunting Club, Inc., its successors or assigns, agrees to maintain general liability insurance on the easement areas in the minimum sum of \$500,000 for the benefit of Lukens Island Hunting Club, Inc. and Henderson Timberlands, Ltd.

SAVING AND EXCEPTING from the above-described property all pine timber on the above-described property, together with the right to enter upon the above-described property and remove the Pine Timber, for a period of five years from $\underline{J_{CAC}}$ 30 /992. The right to the pine timber on the above described property includes the right to construct haul roads as needed and to obtain borrowed materials to use to construct such haul roads. Any pine timber not removed by the aforesaid date automatically shall become the property of Lukens Island Hunting Club, Inc., without any additional compensation or execution of any documents. Henderson Timberlands, Ltd. will make every effort to insure that all timber harvesting on the above-described property is carried out in a responsible manner and according to accepted forestry practices.

The above-described property is conveyed subject to the reservation of mineral rights reserved by International Paper Company, Weyerhaeuser Company, Shell Oil Company and John L. Roper Lumber Company.

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ALL REFERENCES HEREIN TO LUXENS ISLAND HUNTING CLUB, INC. AND/OR HENDERSON TIMBERLANDS, LTD. SHALL INCLUDE EACH PARTIES HEIRS, SUCCESSORS, AND ASSIGNS AND SHALL BE BINDING ON AND SHALL RUN TO THE BENEFIT OF THEM. All easements described herein shall run with the land they benefit.

The above-described property is shown and depicted on the survey entitled "Lukens Island Hunting Club, Inc." prepared by James I. Phillips, RLS and Associates dated July, 1992 recorded in Map Book <u>A</u>, Pages <u>35.366</u>, in the office of the Register of Deeds of Carteret County.

92-0447 00/13/92 CDR\NLR WEMAIH\32508.

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PS Form 3800 , June 1991	15-865 DOMESTIC RETURN RECEIPT	PS Form 3811, Mar. 1988 + U.S.G.P.O. 1988-2
		7. Date of Dathverv
P ent to Interest and O. Stati O. Stati	BU	6. Signeture - Agent/
Ball Ball	8. Addressee's Address (ONLY if requested and fee paid)	5. Signature – Address X
Code Code	Always obtain signature of addressee or agent and <u>DATE DELIVERED</u> .	1000 TH holl
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S THIS OF S IN THE S S S S S S S S S S S S S S S S S S S	Begistered Insured	LOT TO BUS
P enate	Type of Service:	Lot 40900 Lot 40900 HENGENSON INNEYIMENY JELE HENGOLOGN
	4. Article Number	3. Article Addressed to:
	verse side. Failure to do this will prevent this I provide you the name of the person delivered ng services are available. Consult postmaster ested.	SENDER: Complete items 1 and 2 when additions Put your address in the "RETURN TO" Space on the rev Put your address in the "RETURN TO" Space on the rev card from being returned to you. The return receipt fee will to and the date of delivery. For additional service(s) requi for fees and check box(es) for additional service(s) requi for fees and check box(es) for additional service(s) requi (Extra charge) (Extra charge)

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65887) DIGYES Bill Munder OT Print Sender's name, address, and ZIP Code in the space below. ИЯПТЭЯ Scrubber Nest Moc 100 to 10 to 20 to PENALTY FOR PRIVATE 0005\$,320 IAM.S.L SENDER INSTRUCTIONS OFFICIAL BUSINESS UNITED STATES POSTAL SERVICE

CAMA AND DREDCE ADDE GENERAL DEBROND As authorized by the State of North Carolin Department of Environment, Health, and thin an area of environmental concern pursu	Natural Resources and the Coastal Resources Commission
Applicant Name Lukens Esland Hunt Address P.C. Box 67 City Monepeed City	State MC Zip 28557
Project Location (County, State Road, Water Body, etc.) <u>Con</u> Hay 70 E South Biven Type of Project Activity <u>extend</u> <u>field</u>	teret County Lukens Island
PROJECT DESCRIPTION SKETCH	Magning prims (SCALE:)
Pier (dock) length $\frac{50' \pm +6'}{2}$	28'
Groin length	
number Bulkhead length	6 c Propised
max. distance offshore	
Basin, channel dimensions	13 13 to Existing
cubic yards	vet pten. Chan
Boat ramp dimensions	464
Other	
total of 4 slips	
This permit is subject to compliance with this application, site drawing and attached general and specific conditions. Any violation of these terms may subject the permittee to a fine,	Luchano Daland Hunty club. Inc., B mach Baken applicant's signature
imprisonment or civil action; and may cause the permit to be- come null and void.	Charle & Pigett
This permit must be on the project site and accessible to the permit officer when the project is inspected for compliance. The applicant certifies by signing this permit that 1) this project is consistent with the local land use plan and all local ordinances, and 2) a written statement has been obtained from adjacent riparian landowners certifying that they have no objections to the proposed work.	permit officer's signature 222-96 issuing date attachments <u>MCAC 7H 1200</u>
In issuing this permit the State of North Carolina certifies that this project is consistent with the North Carolina Coastal	application fee 50.00 dt # 1737

In issuing this permit the State of North Carolina certifies that this project is consistent with the North Carolina Coastal Management Program.

State of North Carolina Department of Environment, Health and Natural Resources Division of Coastal Management

James B. Hunt, Jr., Governor Jonathan B. Howes, Secretary Roger N. Schecter, Director



February 27, 1996

Mr. Mack Baker P.O. box 3074 Atlantic Beach, NC 28512

Dear Mr. Baker:

Attached is General Permit #C-15941 to extend a pier and add 7 mooring pilings for a total of 4 boat slips at Lukens Island and adjacent South River, off Hwy. 70 East, in Stacy, Carteret County.

In order to validate this permit, please sign all three (3) copies as indicated. Retain the white copy for your files and return the yellow and pink signed copies to us in the enclosed, self-addressed envelope.

Your early attention to this matter would be appreciated.

Sincerely,

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Charles O. Pigott Field Representative

COP/dh Enclosures



January 25, 1996

Lukens Island Land & Timber Co. P.O. Box 69 Morehead City, NC 28557

Jere Henderson P.O. Box 407 Troy, AL 36081

Dear Mr. Henderson:

Per Cama Regulations we are writing to inform you of our intentions to extend our existing dock and walkway by adding 50 feet of walkway and an 8' X 30' dock on the end. We are not asking that you waive any setback requirements.

Please sign the enclosed form and return it to me in the enclosed stamped self-addressed envelope at your earliest convenience. If you have any questions please do not hesitate to call me at 919-247-6444. Thank you for your help.

Sincerely,

mack Bake

Mack Baker Lukens Island Land & Timber Co.

MB/fa

I also wish to receive the side SENDER: Complete items 1 and/or 2 for additional services.
Complete items 3, and 4a & b. following services (for an extra Return Receipt Service. · Print your name and address on the reverse of this form so that we can reverse fee): return this card to you. 1. Addressee's Address · Attach this form to the front of the mailpiece, or on the back if space does not permit. Write "Return Receipt Requested" on the mailpiece below the article number 2. C Restricted Delivery • Write "Return Receipt Re • The Return Receipt will s delivered. 3. Article Addressec P.O. BC Troy, 5. Signature (Agent) the The Return Receipt will show to whom the article was delivered and the date Consult postmaster for fee. 4a. Article Number 3. Article Addressed to: 588 P 839 628 mr. Jere Henderson P.O. Box 407 Troy, AL 36081 4b. Service Type Insured Registered using COD X Certified Return Receipt for Express Mail Merchandise for 7. Date of Delivery Thank you \sim 8. Addressee's Address (Only if requested and fee is paid) Is your DOMESTIC RETURN RECEIPT PS Form 3811, December 1991 ★U.S. GPO: 1992-323-402

B61 01/29/96 18:27 MONTGOMERY IAH UNITED STATES POSTAL SERVICE PENALTY FOR PRIVATE USE TO AVOID PAYMENT OF POSTAGE, \$300 Official Business IS MA 29 JAN 5 1996/ Print your name, address and ZIP Code here mack Baker PO Box 3074 Atlantic Beach, NC 28512 haldhaladdaadladdadd 11 1111

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ADJACENT RIPARIAN PROPERTY OWNER STATEMENT

I hereby certify that I own property adjacent to Lukens Island Hunting, Club Lukens Island on Pamlico Sound property located at Water (lot, block, road, etc.) , N.C. He has Carteret in (town and/or county) body) described to me as shown below the development he is proposing at that location and I have no objections to his proposal. I understand that a pier must be set back a minimum distance of 15 feet from my area of riparian I do/do not) wish to waive that setback requirement. access unless waived by me. (circle one)

Description and/or drawing of proposed development: (to be filled in by individual proposing development)



Ť

signature

name

phone number

GENERAL DEPARTMENT OF ENV	e State of North Carolina	W. 23500-C N. 23500-C Continuet Sources and the Coastal Resources Commission NCAC
		<u>Uh</u> Phone Number <u>252-444-1875</u> <u>Plas Point Brad</u> <u>NC</u> Zip 28532
Project Location (County, State Road, Wate	r Body, etc.) Costanet	Cremty Lokers Island
South Biven, Becc Type of Project Activity 200 22	et out out	<u> </u>
PROJECT DESCRIPTION SKETCH	EU, PTA, ES	(SCALE:)
Pier (dock) length		- Aller
Groin length	5004	h Biven
number		
Bulkhead length <u>acct</u> MP MP		TRAPAIN HISTIN
max. distance offshore		pilorge to level Jort)
Basin, channel dimensions	Rir por	
cubic yards	· · · · · · · ·	1000100016
Boat ramp dimensions	al KBart	1- Bonk A OV

This permit is subject to compliance with this application, site drawing and attached general and specific conditions. Any violation of these terms may subject the permittee to a fine, imprisonment or civil action; and may cause the permit to become null and void.

Boat ramp dimensions _

Other _

This permit must be on the project site and accessible to the permit officer when the project is inspected for compliance. The applicant certifies by signing this permit that 1) this project is consistent with the local land use plan and all local ordinances, and 2) a written statement has been obtained from adjacent riparian landowners certifying that they have no objections to the proposed work.

In issuing this permit the State of North Carolina certifies that this project is consistent with the North Carolina Coastal Management Program.

Almo Dunk.
applicant's signature
charles & Kight
permit officer's signature
9.78-99 1278-99
issuing date expiration date
attachments <u>UCAC7H 1100</u>
application fee 50,00 ch # 4314

elu

AUFER

Hunting

(e) This permit does not eliminate the need to obtain any other required state, local, or federal authorization.
 (f) Development carried out under this permit must be consistent with all local requirements, AEC rules, and local land use plans current at the time of authorization.

History Note: Authority G.S. 113A-107(a); 113A-107(b); 113A-113(b); 113A-118.1; 113A-124; Eff. March 1, 1984; Amended Eff. May 1, 1990; December 1, 1987; RRC Objection due to ambiguity Eff. May 19, 1994; Amended Eff. August 1, 1998; July 1, 1994.

.1105 SPECIFIC CONDITIONS

(a) This general permit is applicable only along shorelines void of wetland vegetation including marsh grass and wooded swamp, or where all construction is to be accomplished landward of such vegetation.

(b) Along natural shorelines e.g. rivers, creeks, bays, sounds, etc., bulkheads and riprap material must be positioned as follows:

- (1) Bulkheads must be positioned so as not to exceed more than an average distance of 2 feet waterward of the mean high water mark, or the normal water level contour, whichever is applicable. In no case shall the bulkhead be positioned more than 5 feet waterward of the mean high water or normal water level contour at any point along its alignment.
- (2) Riprap must be positioned so as not to exceed a maximum of 5 feet waterward of the mean high water mark or normal water level contour at any point along its alignment. This location standard also applies to riprap proposed waterward of the existing bulkheads.

(c) Along shorelines within upland basins, canals, and ditches, bulkheads or riprap material must be positioned so as not to exceed more than an average distance of 5 feet waterward of the mean high water mark or the normal water level contour, whichever is applicable. In no case shall the bulkhead or riprap be positioned more than 10 feet waterward of the mean high water or normal water level contour at any point along its alignment. For the purpose of these Rules, the Atlantic Intracoastal Waterway (AIWW) is considered a natural shoreline and development must occur as described in 7H .1105(b).

(d) Construction authorized by this general permit will be limited to a maximum shoreline length of 500 feet.

(e) All backfill material shall be obtained from an upland source.

(f) The bulkhead must be constructed, or the riprap must be in place prior to any backfilling activities.

(g) The bulkhead or riprap must be structurally tight so as to prevent seepage of backfill materials through the structure.

(h) Riprap material shall be free from loose dirt or any other pollutant. It must be of a size sufficient to prevent its movement from the site by wave or current action.

(i) Riprap material must consist of clean rock or masonry materials such as but not limited to granite or broken concrete. Materials such as tires, car bodies, scrap metal, paper products, tree limbs, wood debris, organic material or similar material, are not considered riprap.

(j) The bulkhead must be solid and constructed of treated wood, concrete slabs, metal sheet piles or other suitable materials approved by department personnel. No excavation is permitted except for that which may be required for the construction of the bulkhead wall, riprap, deadmen cables, etc. This permit does not authorize any excavation waterward of the approved alignment.

(k) Bulkheads or riprap shall not extend beyond established alignments nor restrict the original width of the canal or basin.

(1) If one contiguous acre or more of property is to be excavated or filled, an erosion and sedimentation control plan must be filed with the Division of Land Resources, Land Quality Section, or appropriate local government having jurisdiction. This plan must be approved prior to commencing the land-disturbing activity.

History Note: Authority G.S. 113'A-107(a); 113A-107(b); 113A-113(b); 113A-118.1; 113A-124; Eff. March 1, 1984; Amended Eff. December 1, 1991; January 1, 1989; December 1, 1987.
SECTION .1100 - GENERAL PERMIT FOR CONSTRUCTION OF BULKHEADS AND THE PLACEMENT OF RIPRAP FOR SHORELINE PROTECTION IN ESTUARINE AND PUBLIC TRUST WATERS

.1101 PURPOSE

This permit will allow the construction of bulkheads and the placement of riprap for shoreline protection in the public trust waters and estuarine waters AECs according to authority provided in Subchapter 7J .1100 and according to the following guidelines. This permit will not apply to shoreline protection within the ocean hazard AEC.

History Note: Authority G.S. 113A-107(a); 113A-107(b); 113A-113(b); 113A-118.1; 113A-124; Eff. March 1, 1984.

11679900

.1102 APPROVAL PROCEDURES

(a) The applicant must contact the Division of Coastal Management and complete an application form requesting approval for development. The applicant shall provide information on site location, dimensions of the project area, and his name and address.

- (b) The applicant must provide:
- confirmation that a written statement has been obtained signed by the adjacent riparian property owners indicating that they have no objections to the proposed work; or
- (2) confirmation that the adjacent riparian property owners have been notified by certified mail of the proposed work. Such notice should instruct adjacent property owners to provide any comments on the proposed development in writing for consideration by permitting officials to the Division of Coastal Management within ten days of receipt of the notice, and, indicate that no response will be interpreted as no objection. DCM staff will review all comments and determine, based on their relevance to the potential impacts of the proposed project, if the proposed project can be approved by a General Permit. If DCM staff finds that the comments are worthy of more in-depth review, the applicant will be notified that he must submit an application for a major development permit.

(c) No work shall begin until an on-site meeting is held with the applicant and appropriate Division of Coastal Management representative so that the proposed bulkhead alignment can be appropriately marked. Written authorization to proceed with the proposed development may be issued during this visit. Construction of the bulkhead or riprap structure must begin within 90 days of this visit or the general authorization expires and it will be necessary to re-examine the alignment to determine if the general authorization can be reissued.

History Note: Authority G.S. 113A-107(a); 113A-107(b); 113A-113(b); 113A-118.1; 113A-124; Eff. March 1, 1984; Amended Eff. January 1, 1990; December 1, 1987.

.1103 PERMIT FEE

The applicant must pay a permit fee of fifty dollars (\$50.00) by check or money order payable to the Department.

History Note: Authority G.S. 113A-107(a); 113A-107(b); 113A-113(b); 113A-118.1; 113A-119; 113A-124; Eff. March 1, 1984; Amended Eff. March 1, 1991.

.1104 GENERAL CONDITIONS

(a) This permit authorizes only the construction of bulkheads and the placement of riprap conforming to the standards herein.

(b) Individuals shall allow authorized representatives of the Department of Environment, Health, and Natural Resources to make periodic inspections at any time deemed necessary in order to be sure that the activity being performed under authority of this general permit is in accordance with the terms and conditions prescribed herein.

(c) There shall be no significant interference with navigation or use of the waters by the public by the existence of the bulkhead or the riprap authorized herein.

(d) This permit will not be applicable to proposed construction where the Department has determined, based on an initial review of the application, that notice and review pursuant to G.S. 113A-119 is necessary because there are unresolved questions concerning the proposed activity's impact on adjoining properties or on water quality; air quality; coastal wetlands; cultural or historic sites; wildlife; fisheries resources; or public trust rights.

PAGE P1

------Causter and Manguet marchead City, N.C. Forters Ioland Hunting Club C/O Set Matthews 6445 Temples Pt. Rd. Handlock, N.C. 28532 Phone 444-1805 _____ lune that a drawing of the area in fund the fump that we weed to repair fue Dear Charles de to fix this us Au This us Alon you could a dever up due permet in the guidlies that we descurred. We would implement them to the letter. I well come lig in several days and Pur for the Demith. I sincely appreciate your Delp we want to be really when a contrator can get to us so were weil Service . Jet Matthews and a star and a second second

LUKENS ISLAND HUNTING CLOD. C/O JET MATTHEWS 2445 TEMPLES PT. Rd. HAVELOCK, N.C. 28532 Phone 444-1805

LUKEN GROUGE End & GRANT HE 200 High WATER LINE Dock. South KIVER

28/1999

10:55

2524443262

LHES

YACHT

PAGE

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=== COVER PAGE ===

TO:

FAX: 2473330

FROM: MATTHEWS POINT YACHT

- FAX: 2524443262
- TEL: 2524441805

COMMENT:

	1	5/6	110136 ,	
CAMA / DREDGE & FILL	Amo	MM	Mart	Nº 55958
GENERAL PERMIT		Pr	evious permit #	00000
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and the Coastal Resources Commission in an area of en			H.1500	
1 12 1 11-	1 Ch Mack		0 1	ules attached.
Applicant Name LUKers Land t in	1 Derig Baker	Project Location: Court	nty Caste	ret
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	710 28557		Kens Lod	al marked and the
	ZIP 28557		NOIS LUA	<u>yc</u>
Phone # (Subdivision		
Authorized Agent		City Beari	fost	ZIP 285/6
			- D:	110
Affected CW NEW PTA DES	□ PTS	Phone # (River	Basin_ <u>Neuse</u>
AEC(s): OEA HHF IH UBA	□ N/A	Adj. Wtr. Body	outh NIV	(nat /man /unkn)
□ PWS: □FC:		Closest Maj. Wtr. Body	, Ne	use River
ORW: yes / no PNA yes / no Cri	it.Hab. yes / no			
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Finger pier(s)				WA
Groin length				100 Martin
number				5
Bulkhead/ Riprap length				0
avg distance offshore			A	X
max distance offshore		N		10 I
Basin, channel				0
cubic yards				X
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Beach Bulldozing	VVVVV			and 1
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Sandbags: not sure yes no	1 Van L	NET. Ja	110 0	
Moratorium: n/a yes no	Lukens La	and + Timber,	LLC 1	, Kens 1
Photos: yes no Waiver Attached: yes no				Indae
VAL	-than			
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Agent or Applicant Printed Name		Permit Officer's Signature		11
mala.1		5/5/10	-	51/11
Signature ** Please read compliance statement on back	k of permit **	Issuing Date	1	Expiration Date
Signature Flease read compliance statement on bac	1520	Ba tar	F I	050509A
- ₩∂UU	1925	Local Planning lurisdiction	L L	Rover File Name
Application Fee(s)	Check #	Local Planning Jurisdiction		Rover Flie Namé

Statement of Compliance and Consistency

This permit is subject to compliance with this application, site drawing and attached general and specific conditions. Any violation of these terms may subject the permittee to a fine or criminal or civil action; and may cause the permit to become null and void.

This permit must be on the project site and accessible to the permit officer when the project is inspected for compliance. The applicant certifies by signing this permit that 1) prior to undertaking any activities authorized by this permit, the applicant will confer with appropriate local authorities to confirm that this project is consistent with the local land use plan and all local ordinances, and 2) a written statement or certified mail return receipt has been obtained from the adjacent riparian landowner(s).

The State of North Carolina and the Division of Coastal Management, in issuing this permit under the best available information and belief, certify that this project is consistent with the North Carolina Coastal Management Program.

River Basin Rules Applicable To Your Project:

Tar - Pamlico River Basin Buffer Rules

Neuse River Basin Buffer Rules

If indicated on front of permit, your project is subject to the Environmental Management Commission's Buffer Rules for the River Basin checked above due to its location within that River Basin. These buffer rules are enforced by the NC Division of Water Quality. Contact the Division of Water Quality at the Washington Regional Office (252-946-6481) or the Wilmington Regional Office (910-796-7215) for more information on how to comply with these buffer rules.

Other:

Division of Coastal Management Offices

Raleigh Office

Mailing Address: 1638 Mail Service Center Raleigh, NC 27699-1638

Location: 2728 Capital Blvd. Raleigh, NC 27604 919-733-2293 Fax: 919-733-1495

Morehead City Headquarters

400 Commerce Ave Morehead City, NC 28557 252-808-2808/ I-888-4RCOAST Fax: 252-247-3330 (Serves: Carteret, Craven, Onslow -above New River Inlet- and Pamlico Counties)

Elizabeth City District

1367 U.S. 17 South Elizabeth City, NC 27909 252-264-3901 Fax: 252-264-3723 (Serves: Camden, Chowan, Currituck, Dare, Gates, Pasquotank and Perquimans Counties)

Washington District

943 Washington Square Mall Washington, NC 27889 252-946-648 I Fax: 252-948-0478 (Serves: Beaufort, Bertie, Hertford, Hyde, Tyrrell and Washington Counties)

Wilmington District

127 Cardinal Drive Ext. Wilmington, NC 28405-3845 910-796-7215 Fax: 910-395-3964 (Serves: Brunswick, New Hanover, Onslow -below New River Inlet- and Pender Counties)

MAR-30-2010 16:15 From: DCM MHDCTY

1:

To: 917049492609

Pase:111

ADJACENT RIPARIAN PROPERTY OWNER STATEMENT

I hereby certify that I own property adjacent to <u>Lukens Land & Timber</u> (Name of Property Owner)

property located at Lukens Island

۰.

(Lot, Block, Road, etc.)

on South River in Carteret County N.C. (Waterbody) (Town and/or County)

Applicant's phone #252-247-6444 Mailing Address: 5224 Driftwood Lane Morehead City, NC 28557

He has described to me, as shown below, the development he is proposing at that location, and, 1 have no objections to his proposal.

DESCRIPTION AND/OR DRAWING OF PROPOSED DEVELOPMENT: (To be filled in by property owner proposing development)

Replace Boat Ramp and add Breakwater Walls

for Permit)	
5224 Driftwood Lane Manles Mim	san
Mailing Address	Signature
Morehead City, NC 28557 Charles Brinson	
	ype Name
252-247-6444 919-965-7	790
Telephone Number	e Number
Ann mack Boken 4/6/2010 _1/20/10_	•
Signature Date	Date

Thank you for using MyFax. Try our other products: www.protus.com/try.

To:917049492609 Page:1/1

ADJACENT RIPARIAN PROPERTY OWNER STATEMENT

I hereby certify that I own property adjacent to Lukens Land & Timbers (Name of Property Owner)

DTC	inerty located	lat Lukens	Island	đ		
e			(Lot, B	lock, Road, etc.)		
on	South	River	, in	Carteret	County	, N.C.
		Waterbody)		(Town	and/or County)	

Applicant's phone #252-247-6444 Mailing Address: 5224 Driftwood Lane Morehead City, NC 28557

He has described to me, as shown below, the development he is proposing at that location, and, 1 have no objections to his proposal.

DESCRIPTION AND/OR DRAWING OF PROPOSED DEVELOPMENT: (To be filled in by property owner proposing development)

Replace Boat Ramp and add Breakwater Walls

	(Information for Property Owner Applying for Permit)	(Riparian Property Owner Information)
	5224 Driftwood Lane Mailing Address	Halles A JSignature
	Morehead City,NC	ELECO, INC.
	City/State/Zip	Print or Type Name
	252-247-6444	252-637-4122
	Telephone Number	Telephone Number
Aanon	March Bohn Date	Date

Thank you for using MyFax. Try our other products: www.protus.com/try.

U.S. Postal Service CERTIFIED MAIL RECEIPT 5025 (Domestic Mail Only; No Insura ... Covarage Provided) For delivery information visit our websita at w 5 BHL Postage 13 Certified Fee E000 Return Receipt Fee (Endorsement Required) Postm \$1. Here NC 28 Restricted Delivery Fee (Endorsement Required) \$0,00 2250 \$5.54 04/06/2010 Total Postage & Fees \$ Sent TO CHARLES 7009 Street, Apt. No.; or PO Box NO. 700 Bring h Chapel RD Gity, State, ZIP MA 1C 28560 e Reverse for PS F August U.S. Postal Service CERTIFIED MAIL RECEIPT 5797 (Domestic Mail Only; No Insurance Coverage Provided) For delivery information visit our F 7.489 0 Postage s 17 Certified Fee E000 Return Receipt Fee (Endorsement Required) mark Pos APR 06 2010^{ere} Restricted Delivery Fee (Endorsement Required) 2250 Total Postage & Fees \$ 7009 Sent To ELECO NC Street, Apt. No.; or PO Box No. BOX 599 PU City 28560 1 Mew Bo PS Form 3800. August 2006 See Reverse for Instruction

NC Division of Coastal Mgt. Habitat Impact Computer Sheet

Applicant: Lukens Land and Timber, LLC Date: May 5, 2010 General Permit #: 55358C

Describe below the HABITAT disturbances for the application. All values should match the name, and units of measurement found in your Habitat code sheet.

Habitat Name	DISTURB TYPE Choose One	TOTAL Sq. Ft. (Applied for. Disturbance total includes any anticipated restoration or temp impacts)	FINAL Sq. Ft. (Anticipated final disturbance. Excludes any restoration and/or temp impact amount)	TOTAL Feet (Applied for, Disturbance total includes any anticipated restoration or temp impacts)	FINAL Feet (Anticipated final disturbance. Excludes any restoration and/or temp impact amount)
SB	Dredge 🗋 Fill 🗵 Both 🗋 Other 🗋	240	240		
HG	Dredge 🗋 Fill 🗵 Both 🗍 Other 🗍	480	480		
	Dredge Drill Both Other				
	Dredge Fill Both Other				
	Dredge 🗍 Fill 🗍 Both 🗍 Other 🗍				















State of North Carolina Department of Justice P.O. BOX 629 RALEIGH 27602-0629

5 February 1985

MEMORANDUM

TO:

RE:

LACY H THORNBURG

Mr. Vernon Bevill Executive Director Wildlife Resources Commission

J. Allen Jernigan FROM: Associate Attorney General

Regulation of Hunting from Duck Blinds in Proximity of Occupied Dwellings

The Attorney General's Office recently received and responded to a citizen inquiry from a Mr. Leigh Winslow, Jr. of Hertford, concerning hunting from a duck blind located on the Perquimans River approximately fifty yards from his home. (Letter and response attached). In my response, I informed Mr. Winslow that my research uncovered no state laws, regulations or policies which prohibited duck hunting from blinds located in such proximity to occupied dwellings.

The purpose of this memorandum is to inform your office of this situation, and to forward to you a response from Joseph H. Henderson of the Department of Administration's State Property Office which expresses concern respecting this situation. The State Property Office regulates state-owned lands, including the submerged lands beneath the Perquimans River upon which the duck blind in question is located.

Thank you for your attention to this matter. If I may be of assistance, please do not hesitate to contact me at 3-9039.

/bs

Attachments

cc: Joseph H. Benderson Reggie Watkins Dan McLawhorn



1304

State of North Carolina Bepartment of Justice

P. O. BOX 529 RALEIGH 27502-0629

ATTORNEY GENERAL

4 December 1984

Mr. Leigh Winslow, Jr. Route 3, Box 66 Hertford, North Carolina 27944

RE: Regulation of duck blinds

Dear Mr. Winslow:

Your letter of November 17, 1984 regarding the location of a duck blind in the Perquimans River near Hertford, was recently forwarded to me for response. As a matter of state law and long-standing policy, the Attorney General's Office provides legal counsel and advice only to its clients, the State of North Carolina, and its agencies and officials. This office, however, has researched the general question which your letter presented, and I am happy to provide you with the following information.

The issue your letter raises appears first to have arisen in the 1846 North Carolina Supreme Court case of <u>Hatfield v. Grimsted</u>, 29 NC 139 (1846). From that decision, it appears that a landowner may prevent persons from hunting from a duck blind, if he owns the land on which the blind is located. Under North Carolina law, however, lands beneath navigable waters such as the Perguinans River, are generally considered to be held by the State in public trust for the use and benefit of all the State's citizens. This common law principle has been applied in this State and most others which evolved from English colonial areas, and has been construed to include the hunting of waterfowl.

Although the Wildlife Resources Commission is authorized by statute to regulate hunting in North Carolina, the Commission does not, at this time, regulate or license duck blinds in Perguimans County. Only Currituck County, by virtue of special local legislation creating the Currituck Mr. Leigh Winslow, Jr. 4 December 1984 Page 2

County Game Commission, issues licenses to control the location of duck blinds.

Generally, the regulation of "development" activities, including the construction of structures, in areas of environmental concern such as estuarine or navigable waters, is within the jurisdiction of the Coastal Resources Commission (CRC) under the Coastal Area Management Act (CAMA). (North Carolina General Statute 113A-100, et seg.) Currently, however, the CRC does not require CAMA permits for the construction of duck blinds.' At this time, this office is not aware of any State law which prohibits the construction of duck blinds in the wicinity of occupied dwellings.',

I hope this information is of assistant to you. Perhaps consultation with a private attorney could yield more positive results. If I may be of further assistance, please feel free to contact me.

soul add pathraper Addi . Vi re Sincerely, artei yret

lavernincipla has been spilled in this State which evolved from English colonial areas.

RUFUS L. EDMISTEN Attorney General

On advice only to its of the board alsionito has astoneps. att bas

J. Allen Jernigan Associate Attorney General

JAJ/dw cc: Preston Page Reggie Watkins Charles Holliday

NORTH CAROLINA GENERAL ASSEMBLY 1981 SESSION

CHAPTER 581 SENATE BILL 616

AN ACT TO PROVIDE FOR SAFE DISTANCES FOR HUNTING MIGRATORY WILD WATERFOWL IN CARTERET AND PAMLICO COUNTIES.

The General Assembly of North Carolina enacts:

Section 1. Except as provided in Section 2 of this act, it is unlawful to take migratory wild waterfowl within 500 yards of another person's permanently established hunting location.

Sec. 2. This act does not apply to a person taking migratory wild waterfowl:

(1) On property of which he is the landholder or has the landholder's permission to hunt; or

(2) Within the riparian water area of property of which he is the landholder or has the landholder's permission to hunt; or

(3) If he comes within 500 yards of another person's permanently established hunting location only after legally shooting at migratory wild waterfowl and while in active pursuit of a visible, crippled bird.

Sec. 3. The definitions of Subchapter IV of Chapter 113 of the General Statutes apply in interpreting this act. A "permanently established hunting location" is a blind, float, raft, mat, or other buoyant craft or any other location, position, or device that is permanently established for hunting migratory wild waterfowl at a specific site by:

(1) The landholder of the property; or

(2) The riparian landholder, if the site is on or in water and hunting rights in that water are not controlled by someone other than the riparian landholder; or

(3) A person who has written permission to establish the permanent site from a landholder who would qualify under subdivisions (1) or (2).

Sec. 4. Any person who violates this act is guilty of a misdemeanor. A first offense is punishable by a fine of not less than ten dollars (\$10.00) nor more than two hundred fifty dollars (\$250.00), imprisonment not to exceed five months, or both. A second offense is a misdemeanor punishable by mandatory revocation of the violator's hunting licenses and cancellation of all his hunting privileges for one year and by fine, imprisonment or both in the discretion of the court. The court must notify the North Carolina Wildlife Resources Commission of such revocation of licenses and cancellation of privileges.

Sec. 5. This act applies only to the counties of Carteret and Pamlico.

Sec. 6. This act is effective upon ratification.

In the General Assembly read three times and ratified, this the 15th day of June, 1981.

State of North Carolina

Carteret County

AFFIDAVIT

The undersigned, having first been duly sworn, deposes and states as follows:

- 1. My name is Steve Trowell and I am, eighteen years of age or older, and a citizen and resident of Bertie County, North Carolina.
- 2. The information provided herein is based on my personal knowledge, and if upon information and belief, I believe it to be true.
- 3. I worked as a field representative for the Division of Coastal Management, the agency responsible for the administration of the Coastal Resource Commission's rules under the Coastal Area Management Act (CAMA) G.S 113A-100 and Dredge and Fill Law G.S. 113-229 for 21 years and have been a private consultant working with landowners on riparian issues and State and Federal permits regarding the same for _____4 years.
- 4. I am familiar with the North Carolina Administrative Code (NCAC) for water dependent development in both the CRC (15A NCAC 07H.0208) and Environmental Management Commission's (EMC) rules for water dependent development and the EMC's definition of a water dependent structure, as defined by 15A NCAC 02B .0202(59).
- 5. I administered the CRCs rules for water dependent development, both through enforcement and permitting, for two decades and have advised clients for the last 5 years that included projects that must meet the EMC's definition of a water dependent structure for location within the Neuse and Tar-Pamlico River Basins Riparian Buffer, 15A NCAC 02B.0714 and 15A NCAC 02B.0734 respectively.
- 6. It is my opinion that a duck blind in the water or one on land that is meant to hunt ducks on an open body of water is a water dependent structure as defined by 15A NCAC 02B .0202(59).
- 7. Duck blinds are a water dependent normal pile supported structure because they are used to hunt a water dependent bird, waterfowl.
- 8. Duck blinds require access or proximity to or siting within surface waters to fulfill its purpose.
- Therefore, duck blinds are a water-dependent shore based structure which no shellfish lease should be allowed closer than 250 feet, as provided in 15A NCAC 03O .0201

Further Affiant Sayeth Not.

23 day of May, 2023 This the Steve Trowell

State of North Carolina

Carteret County

AFFIDAVIT

The undersigned, having first been duly sworn, deposes and states as follows:

- 1. My name is Gary A. Mitchell and I am, eighteen years of age or older, and a citizen and resident of Bladen County, North Carolina.
- 2. The information provided herein is based on my personal knowledge, and if upon information and belief, I believe it to be true.
- 3. I worked as a regulatory biologist for the U.S. Army Corps of Engineers for 4 years and have been a private consultant working with landowners on riparian issues and State and Federal permits regarding the same for over 39 years.
- 4. I am familiar with the buffer rules for a water dependent structure, as defined by 15A NCAC 02B .0202(59).
- 5. I deal with this statute on an almost daily basis and have for decades.
- 6. It is my opinion that a duck blind in the water or one on land that is meant to hunt ducks on an open body of water is a water dependent structure as defined by 15A NCAC 02B .0202(59).
- 7. Duck blinds are a water dependent structure because they are used to hunt water dependent birds (waterfowl).
- 8. Duck blinds require access or proximity to surface waters to fulfill their essential purpose, and are therefore necessarily constructed in or immediately adjacent to bodies of water.
- Therefore, a duck blind constitutes a water-dependent structure which, pursuant to 15A NCAC 03O .0201, no shellfish lease can permitted within 250 feet.
 Further Affiant Sayeth Not.

This the <u>23</u> day of <u>May</u>, 2023

Gary A. Mitchell

FILED OFFICE OF ADMINISTRATIVE HEARINGS 05/11/2018 3:41 PM

STATE OF NORTH CAROLINA

COUNTY OF CARTERET

IN THE OFFICE OF ADMINISTRATIVE HEARINGS 17 EHR 01382

8 1/2 Marina Village John F Matthews VP Petitioner,	
V.	
NC Department of Environmental Quality Respondent,	FINAL DECISION
V.	
Samuel G. Boyd	
Respondent-Intervenor.	

This contested case was heard by Administrative Law Judge Melissa Owens Lassiter on September 20-22, 2017 and January 8-10, 2018, in Beaufort, North Carolina, pursuant to Petitioners filing a contested case petition on February 27, 2017, appealing Respondent's decision to issue a shellfish bottom lease and a water column lease to Respondent-Intervenor.

APPEARANCES

For Petitioners:	Keith H. Johnson, Robert John Glowacki Poyner Spruill LLP, Raleigh, North Carolina		
For Respondent:	Scott A. Conklin, Thomas Hill Davis, Assistant Attorneys General North Carolina Department of Justice, Raleigh, North Carolina		
For Respondent-Intervenor:		Stevenson L. Weeks, Wheatly, Wheatly, Weeks, Lupton, & Massie Beaufort, North Carolina	

ISSUE

Whether Respondent otherwise substantially prejudiced Petitioners' rights <u>and</u> acted erroneously, or acted arbitrarily or capriciously when it granted Respondent-Intervenor's application for a shellfish bottom lease and the associated water column lease?

STATUTES AND RULES AT ISSUE

N.C. General Statute, Chapter 113, Article 16 15A NCAC 03O .0201- .0211 (Marine Fisheries)

EXHIBITS ADMITTED INTO EVIDENCE

For Petitioners:	1 - 8, 13, 17(A-DD), 20 - 28		
For Respondent:	1 - 24		
For Respondent-Intervenor: 2 - 11, 14 - 16, 16A, 17, 17A, and 18			
WITNESSES			
Jr; J Mat	Honorable Alfred Braswell Cooper, III; Thomas Edward Briley, ames Hinton Pugh Bailey, Jr.; Adrian Tyndall; Rebecca Bunn thews; Charles Steven Smith; Mike Gurrera; John Heath; Floyd oon; Christopher Hill; Leslie Clinton Collins		
For Respondent: Step	hen Murphey; Officer Joe Marlette; Captain Steven Anthony;		

Dr. Braxton Davis For Respondent-Intervenor: David Sledge; John Hopkins; Sammy Boyd; Charles Steven

Smith

FINDINGS OF FACT

BASED UPON careful consideration of the preponderance of the evidence presented at the contested case hearing, including the undersigned's assessment of each witness' credibility and testimony, and the documents and exhibits admitted into evidence, the undersigned finds as follows:

PARTIES

1. Petitioner $8\frac{1}{2}$ Marina Village ($8\frac{1}{2}$ Marina) is the homeowners' association for a condominium development located on Bogue Sound in Atlantic Beach, North Carolina. Petitioner John F. Matthews was the Vice President of $8\frac{1}{2}$ Marina at the time the contested case petition was filed, and is an owner of a residence at $8\frac{1}{2}$ Marina.

2. Respondent North Carolina Department of Environment Quality, Division of Marine Fisheries (Division or DMF) is a state agency authorized to administer and implement the North Carolina laws and rules for the protection of marine and estuarine fisheries and habitats of the State.

3. Respondent-Intervenor Sammy G. Boyd (Respondent-Intervenor) is the holder of the approved shellfish bottom and water column lease at issue in this case.

LEASE SITE

4. On June 2, 2016, Respondent-Intervenor applied for a shellfish bottom lease (181458) and associated water column lease (1871466) (hereinafter referred to collectively as the "lease"). (Resp. Exh. 6). The lease application included a management plan, a site map, a water column amendment application, and a site view map. (Resp. Exh. 6).

5. The lease site is located in Bogue Sound, east of the Atlantic Beach Bridge, between the navigation channel going out of $8\frac{1}{2}$ Marina to the west, and the navigation channel going out of Triple S Marina to the east. The lease is approximately .690 miles to the northeast of the navigation channel as it enters $8\frac{1}{2}$ Marina. (T p 669). (Resp. Exh. 1).

6. The lease site is not located in a marked navigation channel. (T p 758).

7. The lease site is located approximately 381 feet off the shore. (Resp. Exh. 1). The riparian owner to the south of the lease site is David Sledge. (T pp 942-45). 8¹/₂ Marina is not a riparian owner adjacent to the lease. (T p 668).

8. Respondent-Intervenor also applied for adjoining shellfish bottom leases and associated water column leases located to the east and west of the lease site, respectively. The Division denied these lease sites. (Resp. Ex. 1).

9. There is an approximate six-inch difference in depth between the northern boundary of the lease site and the southern boundary. (T p 759). At low tide, the depth of the water within the lease site is on average approximately two feet. (T p 760).

REVIEW OF APPLICATION

10. When determining whether to grant or deny a lease, the Division determines whether the lease meets the minimum statutory criteria set forth in N.C. Gen. Stat. \$\$ 113-202 and 202.1. (T p 852).

11. One minimum statutory criteria of particular relevance to this case is that "[c]ultivation of shellfish in the leased area will be compatible with lawful utilization by the public of other marine and estuarine resources." N.C. Gen. Stat. § 113-202(a)(3). The phrase "compatible with" under N.C. Gen. Stat. § 113-202(a)(3) is not further defined by statute or regulation. DMF does not interpret this standard to mean there can be no impact to other public uses. Instead, DMF interprets this minimum standard to mean that existing uses must be able to exist along with the shellfish lease within the general area at the same time. (T pp 604, 854-55).

12. Additionally, DMF "may not grant a new lease in an area heavily used for recreational purposes." N.C. Gen. Stat. § 113-202(b). The phrase "area heavily used for recreational purposes" under N.C. Gen. Stat. § 113-202(b) is not further defined by statute or regulation. The Division interprets the phrase "area heavily used for recreational purposes" pursuant to this subsection as an area where recreational use is concentrated relative to the surrounding water body. (T pp 853-54). The Division makes this determination by examining

whether there is heavy recreational use concentrated within the lease footprint. (T pp 853-54). Usually, this is an area where people tend to congregate, such as a popular sandbar, beach, or particular fishing spot. (T pp 606-07).

13. Water column leases must also "not significantly impair navigation." N.C. Gen. Stat § 113-202.1(b)(1). The phrase "significantly impair navigation" is not further defined by statute or rule. The Division does not interpret this minimum standard to require that there be no impact to navigation. The Division interprets "significantly impair navigation" under this subsection to exclude leases in marked channels or in unmarked channels if the unmarked channel is the only deep passage through the area. The Division also prohibits a lease from taking up more than a third of the water body in a smaller water body such as a creek, to allow plenty of access around the lease so that individuals can get by. (T pp 608-09).

14. After receiving Respondent-Intervenor's lease application and determining that the application was complete, DMF provided Respondent-Intervenor with four laminated proposed lease signs, and instructed Respondent-Intervenor to put a sign on each corner of the proposed lease site. The signs make the public aware that the area is being considered for a shellfish lease and provides contact information for DMF. Respondent-Intervenor marked the lease site pursuant to DMF's requirements. (T pp 613, 631-32).

15. After Respondent-Intervenor marked the lease site with signs, the Division performed a site investigation on July 14, 2016. During its investigation of the lease site, Division staff looked for submerged aquatic vegetation and shellfish. (T p 614, Resp. Exh. 7). The Division determined that there was no submerged aquatic vegetation during the site visit. (T p 660). It also determined that the site did not contain a natural shellfish bed. (T p 667).

16. After the site investigation, DMF staff developed maps showing the location of the site, and sent the maps for internal review within DMF to the Marine Patrol, the Fisheries Management Section, and Shellfish Sanitation. DMF also requested the Division of Coastal Management review the proposed lease site. (T pp 616-17).

17. The Fisheries Management Section within DMF has the responsibility of managing sustainable fisheries for the benefit of the people of North Carolina. The Division seeks input from the Fisheries Management Section to determine whether there may be an issue with traditional fishing gear use, or if the area is considered under some sort of management status. (T p 618). Trish Murphey with Fisheries Management opined that the proposed lease would be compatible with recreational, commercial fishing, and shellfishing interests in the area, and would not adversely affect navigation. (Resp. Exh. 9).

18. Shellfish Sanitation determined that the lease was in an area that is approved for the harvest of shellfish, and that the status of the area had not changed within the last year. (Resp. Exh. 9).

19. The Division's usual practice is to request comment from the Division of Coastal Management ("DCM") on leases because they are familiar with coastal development issues. The Division did not start requesting comments from DCM until early 2016. Therefore, comment from DCM is relatively new. The Comments provided by DCM for this lease site were general comments that DCM provides on nearly all water column leases and are not site-specific comments. (T p 624).

20. Out of the three commenting sections within the Division, Fisheries Management, Shellfish Sanitation, and Marine Patrol, the Marine Patrol is the section that usually has the most information pertaining to the public's recreational use of an area. This is because the Marine Patrol officer assigned to the specific area spends more time in that area than anyone else in the Division. (T p 623).

21. The shellfish leasing program sought input from Captain Steven Anthony from Marine Patrol. Captain Anthony is the District Captain for the Central District. Captain Anthony began working for DMF in 1995. Captain Anthony was a pilot and then chief pilot for the Division before becoming a captain over ten years ago. Captain Anthony oversees 12 field officers, 2 sergeants, and a pilot. His district includes Bogue Sound, Core Sound, Neuse River, Pamlico River, and part of the Pamlico Sound. (T pp 816-17).

22. Captain Anthony forwarded the request for comments to Officer Marlette, the local officer charged with patrolling the area in which the lease site is located. (T pp 817-18).

23. Officer Marlette has been a marine patrol officer for approximately ten years. Prior to working for the Division, Officer Marlette served in the military, worked for the Lenoir County and Carteret County sheriffs' offices, and ran a forty-passenger ferry. (T p 753).

24. Officer Marlette is specifically assigned to work the area around Morehead City, which is the area marked as 215 on Respondent's Exhibit 19. This area includes the specific area shown in Respondent's Exhibit 1, which includes the lease site. (T p 754). Officer Marlette has been assigned to this location for approximately nine and a half years. (T p 780).

25. Officer Marlette spends the majority of his patrol time within the area shown as Respondent's Exhibit 1, because there is a lot of activity in the Intracoastal Waterway and the State Port area. (T pp 754-55). Officer Marlette's patrol time includes weekends and nights. (T p 755). It is a necessary part of Officer Marlette's duties to know those areas within his patrol area where recreational users tend to congregate to ensure individuals in his patrol area are complying with the rules and laws pertaining to boat safety and fishery resources. (T pp 753, 756).

26. Officer Marlette visited the lease site before submitting comments. The lease site was clearly marked with poles and signs with the lease number and the applicant's name. (T p 757). Officer Marlette did not notice anything about the lease site that would distinguish it from the surrounding area in terms of recreational use. (T p 758). Based on his observations, Officer Marlette concluded that there was very minimal recreational activity in and around the lease area.

27. Officer Marlette has observed that the majority of boating traffic in the general vicinity uses the marked channels, including the Intracoastal Waterway. (T pp 756, 802). Officer Marlette had not noticed any particular concentration of boating within close proximity to the area where the lease is located prior to the time that the lease was granted. (T p 759).

28. Officer Marlette would occasionally see paddle boarders going up and down the shoreline within the general vicinity of the lease site but not many. (T p 811). Officer Marlette has seen some kayakers go up and down the shoreline within the general vicinity of the lease during the summer. (T p 758). Officer Marlette opined that there is still enough room for kayakers to paddle between the lease and the shoreline. (T p 763).

29. At night time, Officer Marlette has also seen flounder giggers around the shoreline within the general vicinity. However, fishing activities were not concentrated within close proximity to the lease site. (T p 758). Officer Marlette opined that individuals could still fish in the area around the lease site. (T p 764).

30. Officer Marlette has seen only a few jet skis in the general vicinity of the lease site. Officer Marlette may occasionally see a Hobie Cat sailboat on the outside of the lease site, but nothing within the lease site. He opined that the granting of the lease would not prevent future sailing activity within the general vicinity of the lease site. (T p 811).

31. Based on his knowledge of the lease site, Officer Marlette submitted the comments contained in Respondent's Exhibit 20. Specifically, Officer Marlette commented that:

- a) the lease would be compatible with fishing, boating, and other recreational interests, and that the proposal is not in a high traffic area;
- b) the lease would adversely affect navigation in the area, but is not in a channel;
- c) the lease would be compatible with commercial fishing and shellfishing interests in the area; and
- d) he had not received any public comment concerning the proposed lease.

(Resp. Exh. 20).

32. After completing the comment form marked as Respondent's Exhibit 20, Officer Marlette discussed the lease site and his answers on the form with Captain Anthony. Officer Marlette informed Captain Anthony that there was very minimal activity in and around the lease site. (T p 801).

33. Captain Anthony was somewhat familiar with the location of the lease site. Specifically, when Captain Anthony was a pilot for the Division, he would fly out of the Beaufort Airport and over the general area around the lease site. (T p 820). Further, Captain Anthony has passed by this area about ten or twelve times within the last year while going out in the field with officers in his office. (T p 821). The boat traffic Captain Anthony witnessed in the general area was mostly to the north of the lease site, and coming in and out of the channels to the marinas. In his opinion, Captain Anthony thought there was no reason the recreational activities he observed could not continue with the proposed lease in place. (T p 823).

34. Captain Anthony questioned Officer Marlette as to why he had commented that the proposed lease site would adversely affect navigation. (T p 819). Officer Marlette explained to Captain Anthony that anything that is put in the water is going to affect navigation, because boats would have to go around it. When Captain Anthony asked whether one could go around the lease, Officer Marlette explained that there was plenty of room to go around the lease site. (T p 766). Based upon this conversation, Captain Anthony changed the Marine Patrol's written comment to state that the lease would not adversely affect navigation, while commenting: "[n]ot in the channel but small boats do operate in the area." (T p 82). Officer Marlette agreed with this change. (T p 767). Captain Anthony submitted the comments contained in Respondent's Exhibit 21 on behalf of the Marine Patrol to the Respondent's shellfish program. (T p 819-20).

35. N.C. Gen. Stat. § 150B-34(a) provides that the undersigned shall "giv[e] due regard to the demonstrated knowledge and expertise of the agency with respect to facts and inferences within the specialized knowledge of the agency."

36. The undersigned finds the testimony by Officer Marlette to be particularly persuasive as to the level of recreational use in the general and specific areas where the lease site is located, as well as the lease's impact to recreational use and navigation. This weight is based, in part, upon Officer Marlette's years of experience as a marine patrol officer charged with enforcing safety and fishing regulations within the general area of Bogue Sound where the lease is located.

37. Dr. Braxton Davis is the Director of the North Carolina Division of Coastal Management. Dr. Davis also served as Director of the Division of Marine Fisheries from April 2016 to January 2018. (T p 847).

38. Dr. Davis has a great deal of experience in Coastal and Marine Science and Policy, including experience handling user conflicts relating to Marine Resources. This experience includes serving as the Director of the North Carolina's Division of Coastal Management, the Director of the Policy, and Planning Division with the South Carolina Coastal Management Program, and as a policy analyst with the National Oceanic and Atmospheric Administration. Dr. Davis' prior experience and education is summarized in Respondent's Exhibit 22.

39. Dr. Davis has experience with boats as he previously held a Captain's license from the Coast Guard, and previously owned a 30-foot sailboat, a 25-foot power boat, and a 23-foot power boat. Dr. Davis also owns kayaks and a paddle board.

40. Part of Dr. Davis' delegated authority as Director of Marine Fisheries (DMF) is to approve or deny shellfish leases. (T p 850). Dr. Davis has been involved with approximately 40 to 50 lease decisions during his time as Director of Marine Fisheries. (T p 850).

41. After the Fisheries Management Section, Marine Patrol, Shellfish Sanitation Section, and DCM submitted comments on the proposed lease, a memorandum from Mr. Stephen Murphey (Resp. Exh. 9) was sent to Dr. Davis. (T p 628).

42. Mr. Murphey is the current Director of the Division of Marine Fisheries as of January 1, 2018. (T p 593). Mr. Murphy began his employment with the Division of Marine Fisheries in 1987. In 1999, Mr. Murphey transferred to the Shellfish Sanitation section which was with the Division of Environmental Health at the time. In 2015, Mr. Murphey returned to the Division where he was employed as the Section Chief of the Habitat Enhancement Section within the Division. Mr. Murphey served as Section Chief until he was named Director of DMF in January 2018. (T pp 593-94).

43. The memorandum from Mr. Murphey (Resp. Exh. 9) was presented to Dr. Davis so Dr. Davis could determine whether to proceed with a public hearing. Dr. Davis decided to proceed with a public hearing. (T pp 628-29).

44. A Notice for the public hearing for the proposed lease and other proposed shellfish leases was published in the Carteret County News Times, the Jacksonville Daily News, and on the Division's website. In addition, the Division notified an individual at 8½ Marina about the public hearing. (T pp 629-30).

45. On January 18, 2017, DMF staff conducted a public hearing at DMF's central district office in Morehead City. The meeting minutes (Resp. Ex. 15) accurately reflect what was discussed at the public hearing. During the public hearing, the Division received comments both in favor and in opposition to the subject lease. (T pp 638-39, Resp. Exh. 15).

46. In addition to holding a public hearing, the Division also accepted written public comments. (T p 633). The majority of the written comments received by the Division were form letters, such as the letter introduced as Respondent's Exhibit 13. The second paragraph of that letter stated that the lease area is closed to shellfishing. This statement is incorrect as the lease site was not in an area closed to shellfishing. (T pp 633-64).

47. Some of the comments DMF received from the public pertained to concerns regarding the potential impact to recreational use in the general area. (Res Exh. 24).

48. The Division also received comments relating to the proposed leases' effect on the viewshed of the area. The letter introduced as Respondent's Exhibit 14 is an example of such a comment. Nonetheless, the Division does not consider impacts on viewshed as a basis for denying a shellfish lease, as this is not a criterion in the relevant statutes or rules pertaining to shellfish leases. (T pp 635-36).

49. After the public hearing and comment period, Dr. Davis received Mr. Murphey's memorandum that summarized the comments received by the Division during the public hearing. (Resp. Exh. 16). In addition to this Memorandum, Dr. Davis received the entire lease package which included internal comments, as well as the written public comments. (T p 639). Dr. Davis read all of the public comments prior to making his decision in this case. (T p 899). Mr. Murphey then met with Dr. Davis and discussed the lease site further. (T p 640).

50. Dr. Davis has driven his boats by the general area of Bogue Sound where the lease site is located, and hence, has a general familiarity with the boat traffic in that area and the width of the water body. (T pp 865, 928).

51. When determining whether to grant or deny a lease, Dr. Davis considers the minimum statutory criteria described in N.C. Gen. Stat. §§ 113-202 and 113-202.1. (T p 852).

52. In this case, Dr. Davis did not see sufficient evidence during the application review to conclude that there was a concentration of recreational activity within the specific footprint of the lease site. Based upon the evidence, Dr. Davis concluded that the lease site was not within an area heavily used for recreational purposes. (T p 862).

53. Dr. Davis further concluded that the lease would not significantly impair navigation as he did not see sufficient evidence during the application review that the lease site would be located within a navigation channel. He also determined that there would be plenty of area to maneuver around the lease. Dr. Davis also determined that the lease would be compatible with other public uses in the general area. (T p 863).

54. Taking into account public concerns regarding navigation and recreational use, Dr. Davis denied the outer two leases due to: (1) their proximity to the entrance channels to 8½ Marina and Triple S Marina, and (2) to reduce the footprint of the overall area that would be covered to ensure that the lease site would be compatible with recreational activities in the area. (T pp 867-68).

55. The lease site is not in an area that is any more heavily used by recreational users than other areas in which the Division has granted leases. (T p 642).

TESTIMONY FROM RESPONDENT-INTERVENOR'S WITNESSES

56. David Sledge has lived in Carteret County since 1951. (T p 943). Mr. Sledge owns and resides at the property directly in front of the lease site. (T pp 942-43). He has owned this property for over five years. (T p 943).

57. Mr. Sledge has an unobstructed view of the lease site from his house. Mr. Sledge has observed very little boat traffic between Triple S Marina and 8½ Marina. (T pp 944-45, 949). Mr. Sledge may see a boat go by that area once every three days. (T p 945).

58. Mr. Sledge has seen only about four kayaks in the area in front of his property in the seven or eight months preceding his testimony at the hearing on January 9, 2018. (T p 947). Mr. Sledge opined that there was limited kayak traffic because there is no nearby public access.

59. Mr. Sledge and his family own and use kayaks. Mr. Sledge also keeps a boat at Ft. Macon Marina. The proposed lease does not interfere with Mr. Sledge's use of the area around the lease site. (T pp 945-47).

60. John Hopkins has been living at 125 Island Quay Drive for over twenty years. Mr. Hopkins also has an unobstructed view of the lease site from his house. (T pp 959-60). Depending on the weather, Mr. Hopkins sees a tremendous amount of traffic in the Intracoastal Waterway. As Mr. Hopkins gets closer into shore and out of the Triple S, particularly the proposed oyster lease, he estimates that "less than one percent of the boat traffic he has viewed going east-west and west to east are -- are ever anywhere close to shore because it's so shallow there." (T p 961).

61. Mr. Hopkins has seen jet skis in the subject Bogue Sound area, but has not observed any jet skis riding through the lease site, and not that close to shore. (T pp 962, 964). Mr. Hopkins has never observed anyone pulling another individual on a tube behind a boat in the area were the lease site is located. Mr. Hopkins has pulled his son and his son's friends on a tube on numerous occasions, but does not use the area of the lease site as there is not enough water in the area for the outboard motor on his boat. (T p 962).

62. Respondent-Intervenor Boyd has lived in Morehead City for forty-seven years. (T p 969). Mr. Boyd has fished in Bogue Sound since he was about 12 or 13 years old. (T p 970).

63. Mr. Boyd visits the lease site about three times a week during the spring, summer, and fall. He has not seen any boating traffic at the lease site during the times that he has visited the site. (T p 981).

64. Mr. Boyd was familiar with the boat traffic in the area prior to obtaining the lease. The lack of boat traffic in the lease site, and the fact that he would not be infringing or impeding on anyone else, was the reason Mr. Boyd chose that area. (T p 985).

TESTIMONY FROM PETITIONER'S WITNESSES

65. The Town of Atlantic Beach (the Town) also challenged the issuance of the lease at issue in this case by filing a contested case petition (17 EHR 01564). The Town's challenge was consolidated with this contested case for hearing. The Town offered two witnesses in support of its case: The Honorable Alfred Braswell Cooper, III, Mayor of the Town, and Town Councilman Thomas Edward Briley, Jr. The undersigned dismissed the Town's contested case (17 EHR 01564) by Order dated November 3, 2017 for lack of standing pursuant to N.C. Rule of Civil Procedure 41(b) following the close of the Town's evidence. However, the undersigned Granted Petitioner's Motion to adopt the testimony of the Town's witnesses, Mayor Alfred Braswell Cooper, III and Town Councilman Thomas Edward Briley, Jr. as part of this contested case.

66. Atlantic Beach Town Mayor Alfred B. Cooper, III alleged that the Town was concerned about the lease based on potential conflicts with use of the waters of Bogue Sound by tourists. (T p 62). However, the Mayor's concerns were general and not specific to the use of the lease site. The Mayor did not claim any personal use of the lease site, and had not even been to the location for several years. (T p 83). Although the Mayor voiced concerns about potential loss of revenue from tourism and taxes, the Mayor could point to no evidence establishing any such losses, much less any such losses attributable to the lease site. (T p 63-66).

67. Atlantic Beach Town Councilman Thomas Edward Briley, Jr. is familiar with the general area of the lease site. Despite fishing in the general area, Mr. Briley has never fished within the bounds of the lease site, and has never observed others fishing in the area of the lease site, except perhaps on the outer fringes. Yet, he has seen recreational fishing occur in deeper water offshore of the lease site. (T p 101). Despite the presence of signs marking the lease site since July 2016, Mr. Briley has not personally seen the lease site until after the public hearing on whether to approve the lease in January 2017. (T p 123). Mr. Briley typically passes the lease site on his way to somewhere else. He does not spend much time personally recreating in the area near or around the lease site. (T pp 108, 110). Mr. Briley thinks that boat traffic could still transit the area with the proposed lease in place. (T pp 107-09). He is not concerned with this lease site specifically, but is generally concerned with the potential for future leases in the waters surrounding the Town. (T pp 106, 125).

68. Petitioners offered nine witnesses in support of their case: four residents of 8½ Marina Village, two residents of Triple S Marina, the owner of a jet ski rental outfit, the owner of a local marina, and the technician who took photographs of the lease site on behalf of Petitioners.

69. James Hinton Pugh Bailey, Jr., is the owner of Anchorage Marina in the Town of Atlantic Beach and lives in a home that overlooks the area of Bogue Sound near the lease site. Mr. Bailey described his business and the use of the waters in the area by the boats that use his marina. Mr. Bailey generally explained about use of the waters in the vicinity of the lease site. Although testifying at length about general uses of the waters in the vicinity of the lease site, Mr. Bailey had never seen a boat within the lease site itself. (T pp 172-73). Mr. Bailey opined that there was no need for the boats traversing the general area to cut through the actual lease site. (T pp 174-75). Mr. Bailey similarly noted that the other activities occurring in the general area, such as kayaking, flounder-gigging, and fireworks viewing, do not occur in the lease footprint, and would not be prevented by the presence of the lease. (T pp 176-778).

70. Adrian Tyndall is the owner of Eastern Carolina Computers. At the request of Petitioners, and with Petitioners' knowledge, Tyndall installed a video recorder and digital camera to record activity in the area of the lease site from July 8, 2017 through September 6, 2017. This recording occurred after Respondent granted Respondent-Intervenor's lease, and before the contested case hearing in this matter. (T pp 214-15). On behalf of Petitioners, Mr. Tyndall selected images of east to west boat traffic in the general area of the lease. (Pet. Ex. 17A-17DD). (T pp 217-18). These pictures were selected with the specific purpose of showing boat traffic and other activity in the area and were not random samples. (T pp 236-37). All pictures were taken during the summer tourist season, and all but four of the pictures were taken on weekends. (T pp 235-

36). Much of the activity depicted in the photographs occurred outside the marked lease area. (T p 239).

71. Rebecca Bunn "Bunny" Matthews kayaks in the general area of Bogue Sound east of the Atlantic Beach Bridge, between the channel going out of $8\frac{1}{2}$ Marina, the channel going out of Triple S Marina to the east, and the lease site. (T p 253). On September 20, 2017, the day Ms. Matthews testified in this case, she kayaked in the area between the shore and the southern portion of the lease area. (T pp 262-263).

72. Ms. Matthews has also witnessed small boat traffic in this general area of Bogue Sound. (T pp 258-59, 262). The presence of the lease site did not prevent or impede her continued kayaking in the water area at issue. (T p 263).

73. Charles Steven Smith has fished by wading along the marsh line within sight of the lease site. The majority of his fishing is basically limited to the shoreline and the sloughs in close proximity to 8½ Marina. (T pp 287-288). Mr. Smith has never fished within the lease itself, and the lease site did not affect his fishing. (T pp 284, 288). Although Mr. Smith expressed general concerns regarding small boat traffic, particularly jet skis, in the Bogue Sound area at issue, Mr. Smith does not own a jet ski, and, to his knowledge, no one at 8½ Marina owns a jet ski. He has personally never witnessed any problems with jet skis at the lease site, and there was ample room for jet skis to avoid the lease site. (T pp 285-86, 289).

74. Floyd "Chip" Cohoon owns a unit at 8½ Marina Village and resides there approximately five months during the year. Mr. Cohoon has observed small boat traffic in the lease site. He also cuts through the area on his own skiffs. Mr. Cohoon's primary concern regarding the lease was for the safety of other users of Bogue Sound that lacked local knowledge and not for the residents of 8½ Marina. The general area of activity he is concerned about runs from the shoreline on the sound side of Atlantic Beach at the south, to roughly the Intracoastal Waterway at the north, and from the Atlantic Beach bridge on the west, to Spoils Island and the North Carolina State Port on the east in Morehead City. (T pp 382, 384). In Mr. Cohoon's opinion, there is no reason that boaters cannot continue to use the area surrounding the lease site. He does not think the proposed lease will interfere with boat traffic transiting the area. (T pp 386-87). Mr. Cohoon has only seen one or two boats pass through the leased site daily, which he could see from his home at 8½ Marina. (T p 390).

75. Leslie Clinton Collins frequently transits the general area of the lease site in his boats, typically running from east to west along the shoreline when doing so. Mr. Collins drives his boats up and down the Bogue Sound, offshore, and as far north as Ocracoke. (T pp 427-28, 471). Mr. Collins has observed other general recreational activity in the area surrounding the lease site, including the area from the Atlantic Beach Causeway to the N.C. State Port. (T pp 468-69). The majority of the recreational and navigational activity described by Mr. Collins occurs outside of the specific lease site. (T pp 432-35, 472-74). Other than transiting the area and occasional tubing in the vicinity of the lease, Mr. Collins does not personally use the lease site or the surrounding area too much.

76. Mike Gurrera is the owner of AB Water Sports in Atlantic Beach. He is not a resident of 8½ Marina. The majority of AB Watersports' business is jet ski rentals; but it also rents kayaks, paddleboards, and offers parasailing. (T pp 298-99). AB Watersports limits jet ski rentals to the area between the Atlantic Beach causeway and the N.C. State Port. AB Watersports also offers guided tours outside of this area. (T pp 301-02, 312). Mr. Gurrera opined that the lease site is approximately half of one percent of the total riding area between the Atlantic Beach Causeway and the N.C. State Port. (T pp 320-21). Mr. Gurrera also thought that jet skiers could safely pass along the sides of the lease, both the side nearest the shoreline and the side nearest the Intracoastal Waterway. (T p 324).

77. John Heath and Christopher Hill own residences at Triple S Marina, a mobile home community on Bogue Sound on the opposite (eastern) side of the lease from $8\frac{1}{2}$ Marina. (Resp. Exh. 1).

78. Mr. Heath and his family boat in the general area of the lease site between the Atlantic Beach Causeway and the N.C. State Port, and south of the Intracoastal Waterway. Mr. Heath has seen approximately one boat a day go through the lease site. (T p 351). One of Mr. Heath's chief concerns is that he does not want to see the oyster lease from his home. (T pp 353, 361, 366).

79. Mr. Hill and his family boat, tube, paddleboard, and swim in the general area of the lease site between the Atlantic Beach Causeway and the N.C. State Port, and south of the Intracoastal Waterway. (T pp 392-98). Mr. Hill can navigate his boat to the north and south of the lease site as necessary. (T p 407). Even with the PVC pipes marking the lease site, Mr. Hill has continued to tube straight through the lease site as of the date of the hearing. (T pp 408-09).

80. To the extent the testimony of Petitioners' witnesses regarding the general public's use of the waters (Bogue Sound) within and surrounding the lease area conflicts with the testimony of Officer Marlette, Captain Anthony, Mr. Sledge, and Mr. Hopkins, the undersigned finds the testimony of Mr. Sledge, Mr. Hopkins, Captain Anthony, and Officer Marlette to be more credible, even in the absence of any deference given to the demonstrated knowledge and expertise of Officer Marlette and Captain Anthony concerning existing uses of the area.

CONCLUSIONS OF LAW

Based upon the foregoing Findings of Fact, and the preponderance of the evidence in the whole record, the undersigned concludes as follows:

1. The Office of Administrative Hearings has personal and subject matter jurisdiction over this contested case. The parties received proper notice of the hearing in this matter. To the extent that the Findings of Fact contain Conclusions of Law, or that the Conclusions of Law are Findings of Fact, they should be so considered without regard to their given labels.

2. Petitioners bear the burden of proof by a preponderance of the evidence to show that Respondent otherwise substantially prejudiced Petitioners' rights <u>and</u> acted erroneously, or acted arbitrarily or capriciously when it granted Respondent-Intervenor's application for a shellfish bottom lease and an associated water column lease. N.C. Gen. Stat. § 150B-25.1(a).

3. North Carolina law presumes that a regulatory agency has properly performed the duties it has been delegated to perform. *Matter of Broad and Gales Creek Community Ass'n*, 300 N.C. 267, 280, 266 S.E.2d 645, 654 (1980); *Adams v. North Carolina State Bd. Of Registration for Professional Engineers and Land Surveyors*, 129 N.C. App. 292, 297, 501 S.E.2d 660, 663 (1998).

4. The proper interpretation of a law or rule is a question of law, and an agency interpretation of a statute or rule is not binding on the undersigned. Nevertheless:

It is a tenet of statutory construction that a reviewing court should defer to the agency's interpretation of a statute it administers 'so [] long as the agency's interpretation is reasonable and based on a permissible construction of the statute.'

County of Durham v. North Carolina Dept. of Environment and Natural Resources, 131 N.C. App. 395, 397, 507 S.E.2d 310, 311 (1998), dis. rev. denied, 350 N.C. 92, 528 S.E.2d 361 (1999) (citations omitted).

5. "[W]here the waters covering land are navigable in law, those lands are held in trust by the State for the benefit of the public." *State ex rel. Rohrer v. Credle*, 322 N.C. 522, 527, 369 S.E.2d 825, 828 (1988).

6. The General Assembly has declared in N.C. Gen. Stat. § 113-201(a) that:

[I]t is the policy of the State to encourage the development of private, commercial shellfish cultivation in ways that are compatible with other public uses of marine and estuarine resources.

7. The Secretary of the Department of Environmental Quality (Secretary) may, in his discretion, authorize shellfish bottom and associated water column leases when he determines that the public interest will benefit from issuance of such a lease, and the proposed lease otherwise meets certain minimum standards set forth in N.C. Gen. Stat. §§ 113-202, 113-202.1. N.C. Gen. Stat. §§ 113-202(a),113-202.1(a). 15A NCAC 03O .0203 states that:

the Secretary shall consider the lease application, the Division's proposed lease area analysis, and public comments, and may in his discretion lease or decline to lease the proposed lease area or any part thereof.

8. Pursuant to N.C. Gen. Stat. § 113-201(a), the Secretary has delegated his authority for issuing leases to the Director of the Division of Marine Fisheries. See N.C. Gen. Stat. § 143B-10.

9. N.C. Gen. Stat. § 113-202(a) declares:

To increase the use of suitable areas underlying coastal fishing waters for the production of shellfish, the Secretary may grant shellfish cultivation leases to persons who reside in North Carolina under the terms of this section when the Secretary determines, in accordance with his duty to conserve the marine and estuarine resources of the State, that the public interest will benefit from issuance of the lease. Suitable areas for the production of shellfish shall meet the following minimum standards:

- (1) The area leased must be suitable for the cultivation and harvesting of shellfish in commercial quantities.
- (2) The area leased must not contain a natural shellfish bed.
- (3) Cultivation of shellfish in the leased area will be **compatible with** lawful utilization by the public of other marine and estuarine resources. Other public uses which may be considered include, but are not limited to, navigation, fishing and recreation.
- (4) Cultivation of shellfish in the leased area will not impinge upon the rights of riparian owners.
- (5) The area leased must not include an area designated for inclusion in the Department's Shellfish Management Program.
- (6) The area leased must not include an area which the State Health Director has recommended be closed to shellfish harvest by reason of pollution.

(Emphasis added)

10. The phrase "compatible with" under N.C. Gen. Stat. 113-202(a)(3) is not further defined by statute or regulation.

11. The undersigned finds that DMF's interpretation of the phrase "compatible with" is reasonable, is consistent with, and supported by the plain language of the statute and statutory framework. For that reason, the undersigned defers to DMF's interpretation of this minimum standard in determining the validity of Petitioners' claims in this case. Even in the absence of deference, the undersigned independently adopts DMF's interpretation of this minimum standard.

12. N.C. Gen. Stat. § 113-202(b) states that DMF "may not grant a new lease in an area heavily used for recreational purposes."

13. The phrase "area heavily used for recreational purposes" under N.C. Gen. Stat. § 113-202(b) is not further defined by statute or regulation.

14. The undersigned finds that DMF's interpretation of the phrase "area heavily used for recreational purposes" is reasonable, consistent with, and supported by the plain language of the statute and statutory framework. Therefore, the undersigned defers to DMF's interpretation of this minimum standard in determining the validity of Petitioners' claims in this case. Furthermore, even in the absence of deference, the undersigned independently adopts DMF's interpretation of this minimum standard.

15. N.C. Gen. Stat § 113-202.1(b) states:

Suitable areas for the authorization of water column use shall meet the following minimum standards:

(1) Aquaculture use of the leased area must not significantly impair navigation; . . .

16. The phrase "significantly impair navigation" is not further defined by statute or rule.

17. The undersigned finds that DMF's interpretation of the phrase "significantly impair navigation" is reasonable, consistent with, and supported by the plain language of the Statute and statutory framework. Therefore, the undersigned defers to DMF's interpretation of this minimum standard in determining the validity of Petitioners' claims in this case. Furthermore, even in the absence of deference, the undersigned independently adopts DMF's interpretation of this minimum standard.

18. When an agency follows the applicable law and procedure and makes a decision within its discretion, as is the case here, this decision can only be overturned if the agency acted arbitrarily and capriciously. See N.C. Gen. Stat. § 150B-23(a); See also *ACT-UP Triangle v*. *Commission for Health Services of the State of N.C.*, 345 N.C. 699, 707, 483 S.E.2d 388, 393 (1997) (reviewing an agency's discretionary decision under the arbitrary and capricious standard and holding that "[t]he reviewing court does not have authority to override decisions within agency discretion when that discretion is exercised in good faith and in accordance with law.").

19. "Administrative decisions may be reversed as arbitrary or capricious if they are 'patently in bad faith,' or 'whimsical' in the sense that 'they indicate a lack of fair and careful consideration' or 'fail to indicate 'any course of reasoning and the exercise of judgment." *ACT-UP Triangle*, 345 N.C. at 707, 483 S.E.2d at 393 (quoting *State ex re. Com'r of Ins. v. North Carolina Rate Bureau*, 300 N.C. 381, 420, 269 S.E.2d 547, 573 (1980)).

20. When determining whether an agency acted arbitrarily and capriciously, a reviewing court should not "replace the [agency]'s judgment as between two reasonably conflicting views, even though the court could justifiably have reached a different result." *Thompson v. Wake County Bd. of Educ.*, 292 N.C. 406, 410, 233 S.E.2d 538, 541 (1977).

21. N.C. Gen. Stat. § 150B-34(a) requires that an Administrative Law Judge "shall decide the case based upon the preponderance of the evidence, giving due regard to the demonstrated knowledge and expertise of the agency with respect to facts and inferences within the specialized knowledge of the agency."

22. In this contested case, Petitioners specifically challenge DMF's determination that the lease site is not within a heavily recreated area, and is compatible with recreational uses in the area. To the extent Petitioners contend that DMF acted arbitrarily and capriciously in its evaluation of the lease application, Petitioners have failed to establish by the preponderance of the evidence that DMF acted "whimsically" or in "bad faith."

23. The preponderance of the evidence demonstrates that: (1) DMF reasonably interpreted the minimum standards set forth in N.C. Gen. Stat. §§ 113-202 and 202.1, and (2) Director Davis reasonably and rationally determined that the lease met the aforementioned minimum standards based on a thorough evaluation of the relevant information before him.

24. Even if the undersigned were not to give deference to DMF or to the testimony of its employees, Petitioners nevertheless failed to establish by the preponderance of the evidence that the bottom and water column leases at issue in this case are: (1) not "compatible with lawful utilization by the public of other marine and estuarine resources;" (2) in "an area heavily used for recreational purposes;" (3) significantly impairs navigation; or (4) otherwise does not meet the standards set forth in N.C. Gen. Stat. §§ 113-202 and 202.1. For those reasons, Petitioners failed to meet their burden to show that DMF acted erroneously, or acted arbitrarily or capriciously in granting Respondent-Intervenor's application for a shellfish bottom lease and the associated water column lease.

25. Furthermore, in order to succeed on their claims, Petitioners are required to prove by a preponderance of the evidence that an allegedly unlawful agency action "substantially prejudiced the petitioner's rights." See N.C. Gen. Stat. §§ 150B-23(a), 150B-29(a).

26. The "harm required to establish substantial prejudice cannot be conjectural or hypothetical," rather it "must be concrete, particularized, and 'actual' or imminent." *Surgical Care Affiliates, LLC v. N.C. Dept. of Health and Human Services, Div. of Health Service Regulation, Certificate of Need Section,* 235 N.C. App. 620, 631, 762 S.E.2d 468, 476 (2014), *disc. review denied,* 368 N.C. 242, 768 S.E.2d 564 (2015).

27. Petitioners failed to establish by the preponderance of the evidence that Respondent's issuance of the applied-for lease would substantially prejudice (1) Petitioners' and its members' recreational use of the area around the lease site; (2) navigation in the general area around the lease site; (3) exercise of the riparian rights of adjacent shoreline property owners; or (4) would be a hazard to public safety in the general area of Bogue Sound at issue. Further, Petitioners failed to present persuasive evidence that their use of the lease area would be prevented or adversely impacted by the shellfish in the applied-for lease.

FINAL DECISION

BASED UPON the above Findings of Fact and Conclusions of Law, the undersigned hereby **AFFIRMS** Respondent's decision to grant the Respondent-Intervenor's application for a shellfish bottom and associated water column lease.

NOTICE OF APPEAL

This is a Final Decision issued under the authority of N.C. Gen. Stat. § 150B-34.

Under the provisions of N.C. Gen. Stat. § 150B-45, any party wishing to appeal the final decision of the Administrative Law Judge must file a Petition for Judicial Review in the Superior Court of the county where the person aggrieved by the administrative decision resides, or in the case of a person residing outside the State, the county where the contested case which resulted in the final decision was filed. The appealing party must file the petition within 30 days after being served with a written copy of the Administrative Law Judge's Final Decision.

In conformity with the Office of Administrative Hearings' rule, 26 N.C. Admin. Code 03.0102, and the Rules of Civil Procedure, N.C. Gen. Stat. § 1A-1, Article 2, **this Final Decision was served on the parties as indicated by the Certificate of Service attached to this Final Decision**. N.C. Gen. Stat. § 150B-46 describes the contents of the Petition and requires service of the Petition on all parties. Under N.C. Gen. Stat. § 150B-47, the Office of Administrative Hearings is required to file the official record in the contested case with the Clerk of Superior Court within 30 days of receipt of the Petition for Judicial Review. Consequently, a copy of the Petition for Judicial Review must be sent to the Office of Administrative Hearings at the time the appeal is initiated in order to ensure the timely filing of the record.

This the 11th day of May, 2018.

Melisa Owens Fasiler

Melissa Owens Lassiter Administrative Law Judge

CERTIFICATE OF SERVICE

The undersigned certifies that, on the date shown below, the Office of Administrative Hearings sent the foregoing document to the persons named below at the addresses shown below, by electronic service as defined in 26 NCAC 03 .0501(4), or by placing a copy thereof, enclosed in a wrapper addressed to the person to be served, into the custody of the North Carolina Mail Service Center who subsequently will place the foregoing document into an official depository of the United States Postal Service:

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This the 11th day of May, 2018.

anna Buck

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