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Proposed Rising Tide Car Wash

Proposed express car wash
2581 West Atlantic Boulevard
Pompano Beach, FL 33069

BBG File #0125004340

Prepared For

Mr. Thomas D'Eri
COO/Founder
Rising Tide Car Wash
7201 North State Road 7
Parkland, FL 33067

Report Date

April 14, 2025

Prepared By

BBG, Inc., Ponte Vedra Beach Office
13000 Sawgrass Village Circle, Building 2, Suite 8
Ponte Vedra Beach, FL 32082
904-622-6334

Client Manager: Clayton Belger, MAI
cbelger@bbgres.com

April 14, 2025

Mr. Thomas D'Eri
Rising Tide Car Wash
7201 North State Road 7
Parkland, FL 33067

Re: Feasibility Study
Proposed Rising Tide Car Wash
2581 West Atlantic Boulevard
Pompano Beach, FL 33069
BBG File #0125004340

Dear Mr. D'Eri:

In accordance with your authorization (per the engagement letter found in the addenda of this report), we have prepared a Feasibility Study of the above-referenced property.

The subject property is a proposed 2,935 square foot express car wash facility that will be configured with a conveyor wash tunnel, equipment room, storage, office area, breakroom, and restrooms. Additionally, the facility will be oriented with three automatic pay stations and 29 vacuum stations. The site consists of 52,452 square feet and is considered to be a good location for a car wash.

The subject property is owned by Racetrac, Inc., who purchased the site as vacant land on January 24, 2012. The subject is currently under contract to Rising Tide Car Wash - Coral Springs. There have been no known sales or transfers of the subject property within the three years preceding this assignment. Subsequent to closing, the new owner plans to construct an express car wash facility. Construction is expected to begin in mid-2026 and be completed by late 2026. Upon completion, the subject will represent an owner-operated car wash facility doing business as Rising Tide Car Wash. It is determined in this analysis that the development of the car wash is feasible and that there is a demand within the neighborhood for a new express car wash.

The feasibility analysis concludes that there is a significant demand for additional car wash services within the local market and the development of the subject car wash is considered justified. Given the population characteristics combined with the lack of a modern express car wash along West Atlantic Boulevard in the subject market area, it is determined that there is demand for the subject development. The population totals in the area in combination with the number of existing car washes indicate that the market is considered undersupplied. Additionally, given the high volume of traffic along West Atlantic Boulevard and the density of development in subject site's surrounding location, a car wash between those existing car washes to the east and southwest more distant to the immediate market would be better served by subject location.

Additionally, the presence of a convenient express car wash in the market area will likely reduce the number of residents that wash their vehicles at home. Washing a vehicle at home tends to use 100 plus gallons of water per vehicle. Express car washes on average utilize around the same amount of water with a range of 60 to 120 gallons depending on the wash type. Rising Tide Car Wash utilizes a water reclaim system that will recycle about 88% of the water used. Therefore, if it takes 100 gallons to wash a single vehicle then only 12%, or 12 gallons would be fresh water. The water reclamation system at car washes is; therefore, more environmentally responsible than washing a vehicle at home

The proposed subject also has a significant social mission that should also be considered. Rising Tide Car Wash primarily employs individuals with autism. A recent autism employment study completed by the University of Miami Center for Autism and Related Disabilities which indicated that there is a significant need for jobs for individuals with autism in the Pompano Beach market. According to the developer, Rising Tide Car Wash will create approximately 25 jobs specifically for individuals with autism. These employees will primarily be from local high schools and colleges in the market area. At Rising Tide Car Wash's other locations, more than 100 former employees have transitioned into jobs in various industries securing positions at major organizations including Northwest Medical Center, AutoNation, Tires Choice, Marriott, Publix and Home Depot. The impact of providing jobs for individual with autism will both be a benefit to the local community and will also continue to help play a crucial role in fostering acceptance within the community of individuals with autism.

Our knowledge and experience, combined with our professional qualifications, are commensurate with the complexity of this assignment. Clayton Belger, MAI has appraised or provided consulting services on over 350 car washes throughout the country over the last 12 months.

This report was prepared to conform with the Uniform Standards of Professional Appraisal Practice as it relates to consulting (feasibility) assignments. Standards 4 and 5, which addressed real property appraisal consulting, were retired from USPAP. This does not mean that appraisers are no longer permitted to complete appraisal consulting assignments; it simply means that the consulting portion of the assignment has no USPAP development or reporting standards. In completing the consulting portion of the assignment, the appraiser is required to comply only with the ethics rule, competency rule, and jurisdictional exception rule. This report has been written in accordance with the Code of Ethics and the Standards of Professional Practice of the Appraisal Institute.

Note: Our feasibility conclusion is subject to the following Extraordinary Assumptions and/or Hypothetical Conditions:

EXTRAORDINARY ASSUMPTION(S) AND HYPOTHETICAL CONDITION(S)

The values presented within this appraisal report are subject to the extraordinary assumptions and hypothetical conditions listed below. Pursuant to the requirement within Uniform Standards of Professional Appraisal Practice Standards Rule 2-2(a)(xi), it is stated here that the use of any extraordinary assumptions might have affected the assignment results.

Extraordinary Assumption(s)	We have only been provided with an overview of building specifications. Our feasibility conclusions are subject to completion of the improvements in accordance with what has been described by documentation provided by the developer. It is assumed that completion of construction will occur in a timely manner and that the quality of workmanship will be consistent with what has been envisioned for the project.
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Hypothetical Condition(s)	This appraisal employs no hypothetical conditions.
----------------------------------	--

Our firm appreciates the opportunity to have performed this appraisal assignment on your behalf. If we may be of further service, please contact us.

Sincerely,
BBG, Inc.



Clayton Belger, MAI
State-Certified General Real Estate Appraiser
License #: RZ3658
904-622-6334
cbelger@bbgres.com



Patrick Warfield
State-Registered Trainee Appraiser
License #: RI25644
301-704-3698
pwarfield@bbgres.com

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AERIAL PHOTOGRAPH

(As Is - Prior to Development)



SUMMARY OF SALIENT FACTS

ASSIGNMENT INFORMATION

Client	Rising Tide Car Wash 7201 North State Road 7 Parkland, FL 33067
Intended User(s)	This report may only be relied upon by the client and intended user(s) named herein Rising Tide Car Wash, their officers, representatives and counselors and Paradise Bank.
Intended Use	This report is to be used for planning purposes.
Owner of Record	Racetrac, Inc.
Property Contact(s)	Mr. Thomas D'Eri, COO/Founder, was interviewed several times via e-mail and phone.

PROPERTY DATA

Property Name	Proposed Rising Tide Car Wash
Address	2581 West Atlantic Boulevard Pompano Beach, FL 33069
Property Description	Proposed express car wash
County	Broward
Parcel Number(s)	484233-45-0010
Legal Description	See Addenda
Site Area	52,452 square feet (1.20 acres)
Zoning	B-3; General Business District
Year Built (Proposed)	2026
Type of Construction	Steel and masonry
Number of Buildings	1
Gross Building Area	2,935 square feet
Overall Condition	New, upon completion
Overall Quality	Excellent
Overall Design/Functionality	Good

RISK SUMMARY

Advantages	The subject property will be a newly constructed, modern express car wash that will be in excellent condition. The subject benefits from good visibility along major roadway, West Atlantic Boulevard, and located just west of a Walmart Supercenter. There is only one express competitor within the proposed subject's three-mile radius.
Challenges	Risk of new competition.

PROPERTY HISTORY

The subject property is owned by Racetrac, Inc., who purchased the site as vacant land on January 24, 2012, for a recorded consideration of \$700,000. The subject is currently under contract to Rising Tide Car Wash - Coral Springs, for a purchase price of \$2,000,000. There have been no known sales or transfers of the subject property within the three years preceding this assignment. Subsequent to closing, the new owner plans to construct an express car wash facility. Construction is expected to begin in mid-2026 and be completed by late 2026. Upon completion, the subject will represent an owner-operated car wash facility doing business as Rising Tide Car Wash. It is determined in this analysis that the development of the car wash is feasible and that there is a demand within the neighborhood for a new express car wash.

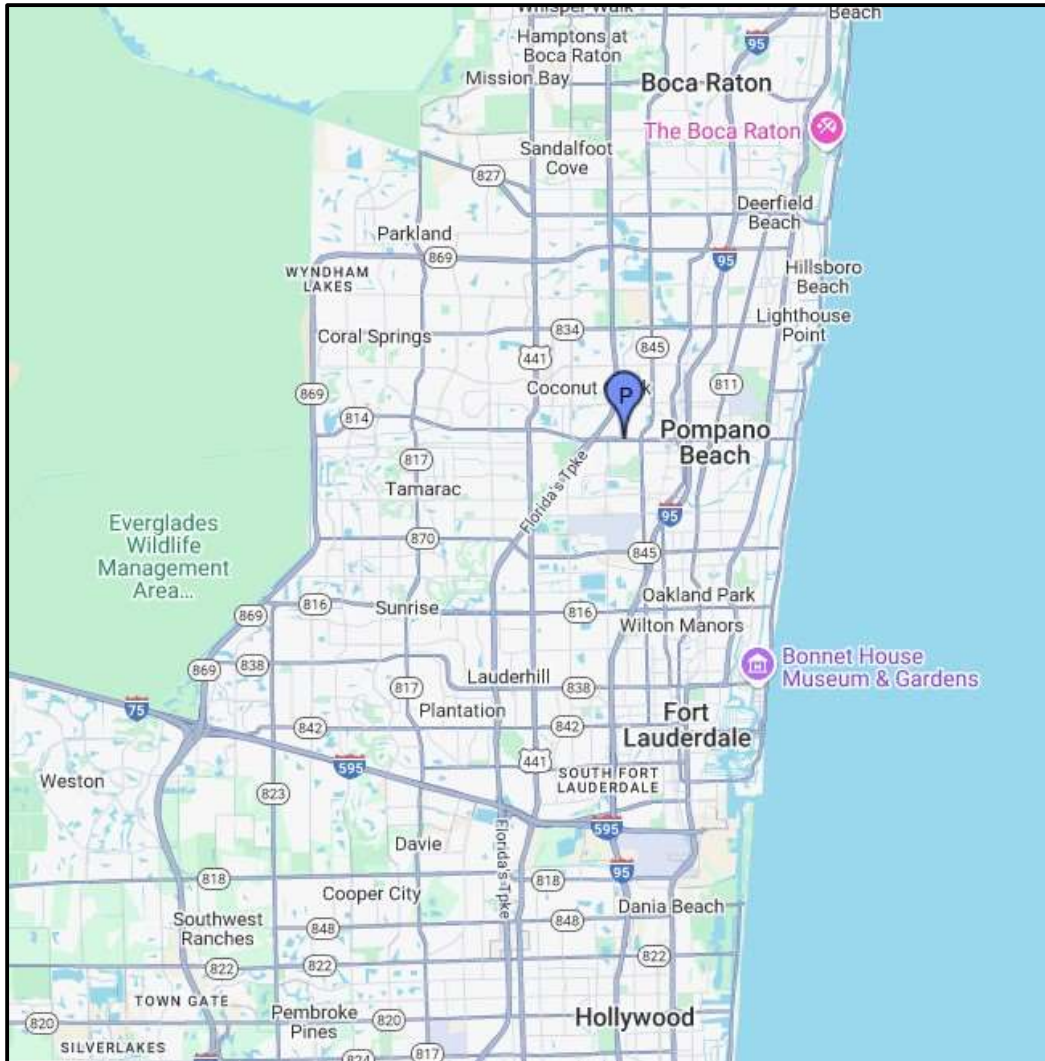
SCOPE OF WORK

SCOPE OF THE INVESTIGATION		
Inspection Details	The subject site was not inspected.	
Property Specific Data Requested and Received	PROPERTY DATA RECEIVED	
	Site plan	
	Sale contract	
	Construction and equipment budget	
	Pro forma	
	ALTA survey	
Data Sources	DATA SOURCES	
	Site Size	Property Appraiser Records
	Building Size	Site plan
	Tax Data	Property Appraiser Records
	Zoning Information	Planning Dept
	Flood Status	FEMA
	Demographics Reports	Claritas
	Pro forma	Property Contact
	VALUATION METHODOLOGY	
Feasibility Methods Utilized	To test the feasibility of this project we have applied a typical overall rate of return to the total project costs to determine an NOI that would be acceptable to the typical market participant. We then compare the pro forma NOI that was derived from our projected financial analysis to the market derived NOI based on the cost to determine if the project is feasible.	
LEVEL OF REPORTING DETAIL		
Standards Rule 2-2 (Real Property Appraisal, Reporting) contained in USPAP requires each written real property appraisal report to be prepared as either an Appraisal Report or a Restricted Appraisal Report.		
This report is prepared as a Feasibility Study in an Appraisal Report format. An Appraisal Report must at a minimum summarize the appraiser’s analysis and the rationale for the conclusions. This format is considered most similar to what was formerly known as a Self-Contained Appraisal Report in prior versions of USPAP.		

REGIONAL ANALYSIS

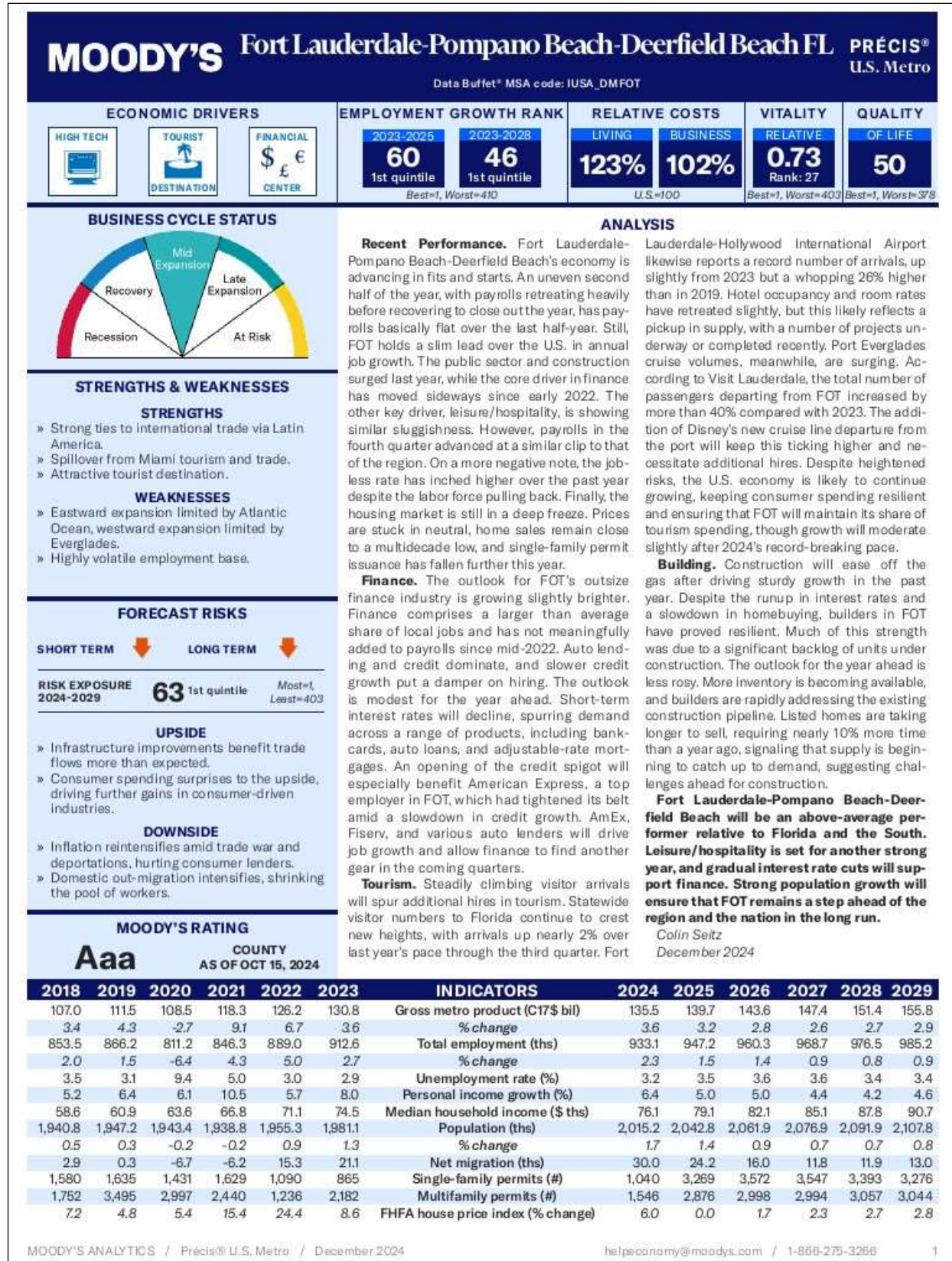
The short- and long-term value of real estate is influenced by a variety of factors and forces that interact within a given region. Regional analysis serves to identify those forces that affect property value, and the role they play within the region. The four primary forces that influence real property value include environmental characteristics, governmental forces, social factors, and economic trends. These forces determine the supply and demand for real property, which, in turn, affect market value.

REGIONAL MAP



ECONOMIC & DEMOGRAPHIC PROFILE

The following profile of the Fort Lauderdale-Pompano Beach-Deerfield Beach, FL MSA was provided by Economy.com, a leading provider of economic, financial, and industry information.



MOODY'S ANALYTICS / Précis® U.S. Metro / December 2024

help@economy@moody's.com / 1-866-275-3266

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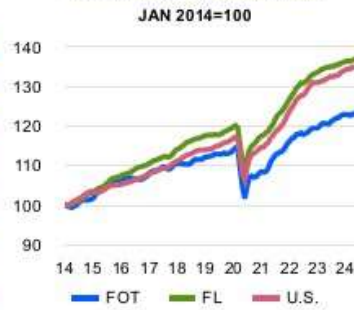
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ECONOMIC HEALTH CHECK

3-MO MA	Jun 24	Jul 24	Aug 24	Sep 24	Oct 24	Nov 24
Employment, change, ths	1.9	1.1	0.7	-0.7	-1.9	-0.5
Unemployment rate, %	3.2	3.2	3.2	3.2	3.2	3.3
Labor force participation rate, %	67.6	67.4	67.2	67.0	66.8	66.5
Average weekly hours, #	34.2	34.1	34.1	34.2	34.2	34.5
Industrial production, 2012=100	99.5	99.7	99.6	99.3	99.1	98.9
Residential permits, single-family, #	762	843	913	931	918	781
Residential permits, multifamily, #	1,389	1,354	1,224	907	514	659
Dec/Dec	Dec 18	Dec 19	Dec 20	Dec 21	Dec 22	Dec 23
Employment, change, ths	15.1	17.1	-57.2	50.3	33.7	21.4
Stronger than prior 3-mo MA Unchanged from prior 3-mo MA Weaker than prior 3-mo MA						

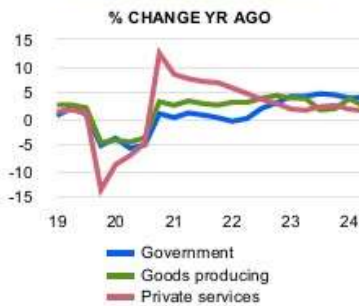
Sources: BLS, Census Bureau, Moody's Analytics

BUSINESS CYCLE INDEX



Source: Moody's Analytics

INDUSTRY EMPLOYMENT



Sources: BLS, Moody's Analytics

CURRENT EMPLOYMENT TRENDS

	Nov 23	May 24	Nov 24
Total	1.9	2.6	1.7
Mining	-0.1	0.3	-0.1
Construction	5.8	3.4	5.9
Manufacturing	0.8	-1.4	-2.7
Trade	1.6	2.5	0.7
Trans/Utilities	5.0	6.9	3.4
Information	-3.0	-1.9	-1.5
Financial Activities	0.6	-0.3	-1.0
Prof & Business Svcs.	-0.7	-0.5	-0.3
Edu & Health Svcs.	2.8	3.7	2.1
Leisure & Hospitality	1.7	3.7	1.9
Other Services	4.8	11.5	10.6
Government	4.4	4.6	3.9

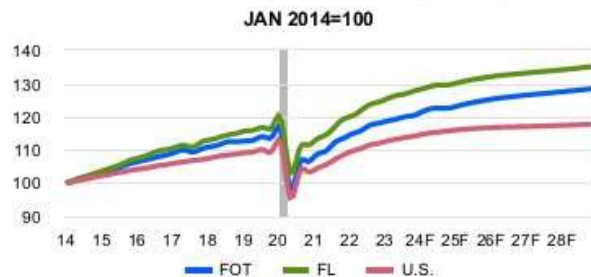
Sources: BLS, Moody's Analytics

DIFFUSION INDEX



Sources: BLS, Moody's Analytics

RELATIVE EMPLOYMENT PERFORMANCE



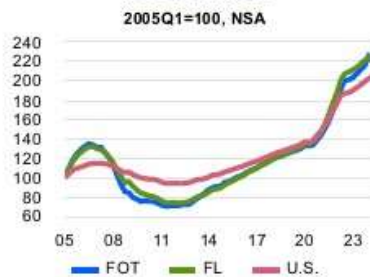
Sources: BLS, Moody's Analytics

RELATIVE EMPLOYMENT FORECAST

	2-Yr	5-Yr
↑	↑	↑
↑	↑	↑
↑	↑	↑

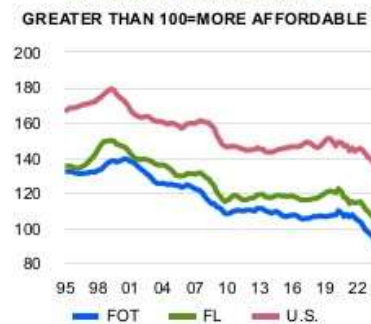
Sources: BLS, Moody's Analytics

HOUSE PRICE



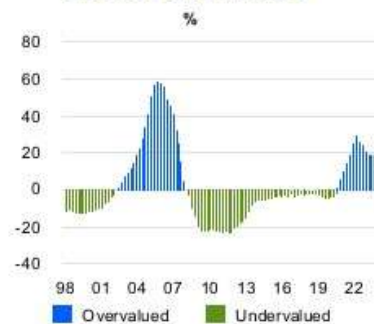
Sources: FHFA, Moody's Analytics

RENTAL AFFORDABILITY



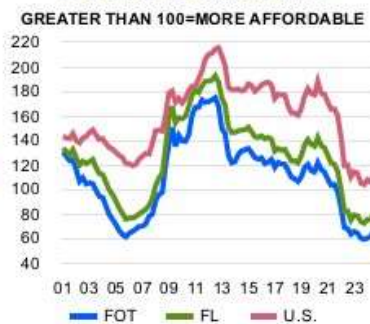
Sources: Census Bureau, BLS, Moody's Analytics

HOUSE PRICE TRENDS



Sources: Moody's Analytics

HOUSING AFFORDABILITY



Sources: NAR, Moody's Analytics

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TOP EMPLOYERS

First Service Residential	4,869
HEICO	4,532
Nova Southeastern University	4,089
American Express	3,500
Spirit Airlines	2,734
Mednax	2,484
AutoNation	2,469
JetBlue Airways	2,377
UKG, f.k.a Ultimate Software	1,902
JM Family Enterprises Inc.	1,720
Citrix	1,640
National Beverage Corp.	1,550
Chewy	1,467
City Furniture	1,403
DHL Express	1,400
Magic Leap	1,217
Amazon	1,100
Kemet Corp.	1,000
Rick Case Automotive Group	968
PwC	906

Source: Greater Fort Lauderdale Alliance, 2024

PUBLIC

Federal	7,508
State	7,676
Local	87,648

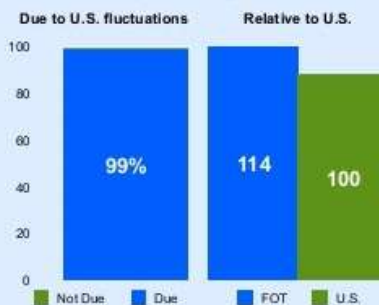
2023

INDUSTRIAL DIVERSITY

Most Diverse (U.S.)

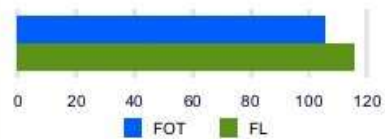


EMPLOYMENT VOLATILITY



ENTREPRENEURSHIP

BROAD-BASED START-UP RATE; U.S.=100



Sources: Census Bureau, Moody's Analytics, 2022

COMPARATIVE EMPLOYMENT AND INCOME

Sector	% OF TOTAL EMPLOYMENT			AVERAGE ANNUAL EARNINGS		
	FOT	FL	U.S.	FOT	FL	U.S.
Mining	0.0	0.0	0.4	ND	\$35,401	\$181,917
Construction	5.7	6.5	5.1	\$69,935	\$64,853	\$77,604
Manufacturing	3.4	4.3	8.3	\$81,006	\$90,311	\$100,233
Durable	64.4	68.6	62.6	ND	\$93,347	\$102,888
Nondurable	35.6	31.4	37.4	ND	\$84,156	\$95,935
Transportation/Utilities	4.7	4.4	4.6	\$48,970	\$51,197	\$64,074
Wholesale Trade	5.9	4.0	3.9	\$111,591	\$102,270	\$107,061
Retail Trade	11.9	11.8	10.0	\$50,183	\$43,824	\$43,636
Information	2.2	1.6	1.9	\$116,315	\$94,948	\$147,064
Financial Activities	8.0	7.0	5.9	\$33,893	\$40,034	\$60,198
Prof. and Bus. Services	18.9	16.6	14.6	\$70,522	\$70,854	\$88,706
Educ. and Health Services	13.1	15.1	16.2	\$61,879	\$65,112	\$67,977
Leisure and Hosp. Services	10.6	13.3	10.6	\$36,052	\$39,346	\$37,546
Other Services	3.9	3.8	3.7	\$36,036	\$38,246	\$44,257
Government	11.5	11.5	14.6	\$94,236	\$88,486	\$92,363

Sources: Percent of total employment — BLS, Moody's Analytics, 2023, Average annual earnings — BEA, Moody's Analytics, 2022

PRODUCTIVITY

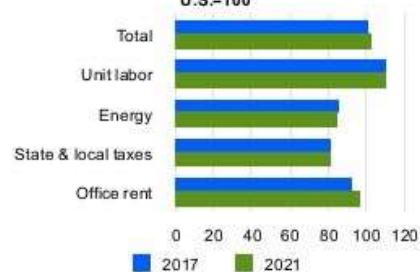
REAL OUTPUT PER WORKER, \$



Sources: BEA, Moody's Analytics, 2022

BUSINESS COSTS

U.S.=100



Source: Moody's Analytics

EMPLOYMENT

HIGH-TECH

	Ths	% of total
FOT	48.5	5.3
U.S.	8,526.6	5.5

HOUSING-RELATED

	Ths	% of total
FOT	112.4	12.3
U.S.	15,428.7	9.9

Source: Moody's Analytics, 2023

LEADING INDUSTRIES BY WAGE TIER

NAICS	Industry	Location Quotient	Employees (th)
8211	Offices of physicians	1.4	22.3
8411	Legal services	2.3	15.3
8242	Agencies, brokerages & other insur. rel. acts.	1.9	13.9
8416	Mgmt., scientific & technical consult. svcs.	1.4	13.7
0100	Local Government	1.1	86.6
2382	Building equipment contractors	1.2	15.8
5614	Business support services	2.5	11.8
5313	Activities related to real estate	2.7	11.8
7225	Restaurants and other eating places	1.1	64.2
5613	Employment services	1.3	27.3
4451	Grocery stores	1.4	21.3
5617	Services to buildings and dwellings	1.6	19.6

High (Blue), Mid (Yellow), Low (Orange)

Source: Moody's Analytics, 2023

MARKET AREA ANALYSIS

INTRODUCTION

A market area is the geographic area in which the subject property competes for the attentions of market participants; the term broadly defines an area containing diverse land uses. Market areas are defined by a combination of factors including physical features the demographic and socioeconomic characteristics of the residents or tenants, the condition of the improvements and land use trends. Market area analysis focuses on the identification of boundaries and the social, economic, governmental and environmental influences that affect the value of real property within those boundaries. In conducting market area analysis, the competitive supply and demand for the subject property is more directly addressed.

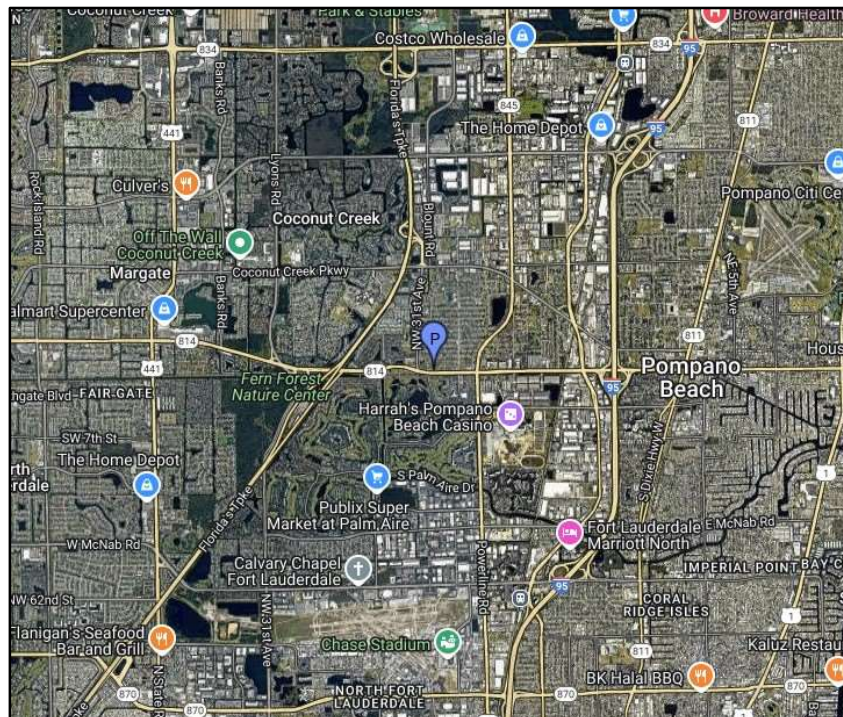
The purpose of a market area analysis is to provide a bridge between the study of general influences on all property values and the analysis of a particular subject. Market area boundaries are identified by determining the area in which the four forces that affect value (social, economic, governmental and environmental) operate in the same way they affect the subject property. Interaction of the various components influencing these four forces often results in the dissimilarities regarding the length of time between the stages of a market area's life cycle.

GENERAL DESCRIPTION

The market area boundaries are generally:

North	West Sample Road
South	Commercial Boulevard
East	Northeast 10 th Avenue
West	Rock Island Road

MARKET AREA MAP



ACCESS

Access to the subject market area is good, which contributes to the market area's stability. Primary linkages within neighborhood boundaries include:

MAJOR LINKAGES OF THE MARKET AREA		
Name	Direction	Number of Lanes
West Atlantic Boulevard	East/West	6
West Sample Road	East/West	6
Commercial Boulevard	East/West	6
South State Road 7	North/South	6
Florida Turnpike	North/South	6
South Powerline Road	North/South	6
Interstate 95	North/South	6

GENERAL LAND USES

The subject is located on the northeast corner of West Atlantic Boulevard and Northwest 30th Avenue. The surrounding area is a mixed-used neighborhood consisting of a variety of retail, residential, and office properties located nearby. Land use patterns follow traditional development trends. The more intense commercial and retail uses are along major carriers and at major intersections, the majority of commercial development is concentrated along West Atlantic Boulevard and Powerline Road.

Adjacent to the north of the subject is a neighborhood of established single-unit homes and to the east is vacant land followed by a Taco Bell drive-thru restaurant and a small multi-tenant retail center. Adjacent to the west, across Northwest 30th Avenue is an AutoZone store followed by a fast-food restaurant and a gas station. Adjacent to the south, across West Atlantic Boulevard is a multifamily development consisting of apartments and condominiums.

- **Residential** – Adequate mix of single-unit homes, manufactured homes, and multifamily properties. Although much of the surrounding area is developed, there has been some but minimal new construction in the market over the last several years. There is a proposed redevelopment project, located less than a mile southeast of the subject site that is slated to become an entertainment district. The Pomp will feature a remodeled Harrah's Pompano Beach casino as well as 1.3 million square feet of retail and entertainment space, 4,000 residential units, two hotels, and 1.35 million square feet of office space.
- **Retail** – Primarily concentrated along West Atlantic Boulevard and Powerline Road, where most regional big box retailers and supporting uses such as restaurants, bank branches, drug stores, gas stations/convenience stores, specialty shops, etc. are located.

The proposed subject will benefit from a nearby Walmart Supercenter, which is located 2,500 feet to the east, along West Atlantic Boulevard.

- **Industrial** – There is significant development in the area with properties ranging from small warehouses and storage facilities to larger distribution centers.
- **Employment Centers** – Numerous local, regional, and national employers located in the immediate area as well as proximity to number employment centers within nearby Fort Lauderdale. Major economic drivers in the region include high tech, finance, and professional business services as well as tourism.

DEMOGRAPHICS

The following data highlights the market area demographics for the 1, 3, and 5-mile radii from the subject, as provided by *Claritas Inc.*

COMPARATIVE DEMOGRAPHIC ANALYSIS FOR PRIMARY TRADE AREA			
Description	2801 W Atlantic Blvd - 1 mi. Totals	2801 W Atlantic Blvd - 3 mi. Totals	2801 W Atlantic Blvd - 5 mi. Totals
Population			
2030 Projection	15,341	118,819	422,080
2025 Estimate	14,475	115,590	412,001
2020 Census	13,610	112,923	404,253
2010 Census	11,406	102,899	364,561
Households			
2030 Projection	6,501	48,532	171,610
2025 Estimate	6,043	47,250	167,765
2020 Census	5,573	46,339	165,281
2010 Census	4,903	42,734	150,151
2025 Est. Average Household Size	2.36	2.40	2.43
2025 Est. Households by Household Income (%)			
Household Income < \$15,000	9.7	9.8	8.7
Household Income \$15,000 - \$24,999	9.4	9.5	8.6
Household Income \$25,000 - \$34,999	6.6	9.9	8.5
Household Income \$35,000 - \$49,999	16.4	13.3	12.4
Household Income \$50,000 - \$74,999	21.3	18.7	18.1
Household Income \$75,000 - \$99,999	12.2	12.4	13.4
Household Income \$100,000 - \$124,999	7.9	8.9	9.8
Household Income \$125,000 - \$149,999	6.0	5.9	6.4
Household Income \$150,000 - \$199,999	5.5	5.6	6.5
Household Income \$200,000 - \$249,999	2.6	2.4	3.0
Household Income \$250,000 - \$499,999	1.9	2.5	3.2
Household Income \$500,000+	0.4	1.0	1.4
2025 Est. Average Household Income	\$77,340	\$81,381	\$90,140
2025 Est. Median Household Income	\$58,201	\$59,108	\$65,624
2025 Est. Tenure of Occupied Housing Units (%)			
Owner Occupied	51.3	57.4	59.1
Renter Occupied	48.7	42.7	40.9
2025 Est. Median All Owner-Occupied Housing Value	\$285,000	\$320,008	\$392,552
Source: 2025 Claritas, Inc.			

SITE DESCRIPTION

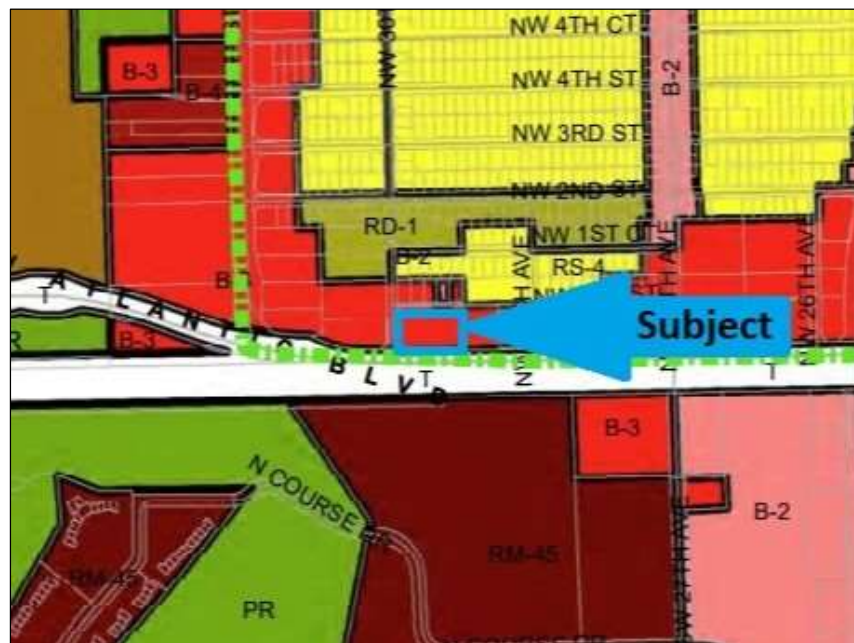
INTRODUCTION

The description of the site is based upon our information available from the client and public sources.

GENERAL DESCRIPTION OVERVIEW			
Location	Northeast corner of West Atlantic Boulevard and Northwest 30th Avenue		
Parcel Number	484233-45-0010		
Legal Description	See Addenda		
Site Area	52,452 square feet	(1.2041 acres)	
Configuration	Generally Rectangular		
Topography	Level		
Drainage	Appears adequate		
Utilities/Municipal Services	All available to site.		
Floodplain:	<u>Zone</u>	<u>Map</u>	<u>Date</u>
	Zone AH & Zone X (Shaded)	12011C0356J	July 31, 2024
	Zone AH is a Special Flood Hazard Area (SFHA) with a 1% annual chance of shallow flooding, usually in the form of a pond, with an average depth ranging from 1 to 3 feet. These areas have a 26% chance of flooding over the life of a 30-year mortgage. Base flood elevations derived from detailed analyses are shown at selected intervals within these zones. In communities that participate in the National Flood Insurance Program (NFIP), mandatory flood insurance purchase requirements apply to this zone.		
	Zone X (shaded) is a Non-Special Flood Hazard Area (NSFHA) of moderate flood hazard, usually the area between the limits of the 100-year and 500-year floods. Are also used to designate base floodplains of lesser hazards, such as areas protected by levees from 100-year flood, or shallow flooding areas with average depths of less than one foot or drainage areas less than 1 square mile. This is an area in a low to moderate risk flood zone that is not in any immediate danger from flooding caused by overflowing rivers or hard rains. In communities that participate in the National Flood Insurance Program (NFIP), flood insurance is available to all property owners and renters in this zone.		
Soil/Subsoil Conditions	We did not receive nor review a soil report. However, we assume that the soil's load-bearing capacity is sufficient to support existing and/or proposed structure(s).		
Environmental Concerns	No unusual conditions noted. No studies provided. The site is assumed to be free of any environmental concerns.		
Land Use Restrictions	None detrimental known		
Hazards Nuisances	None noted		
Frontage	253' West Atlantic Boulevard and 134' Northwest 30th Avenue		
Access	Access to the subject will be available via a curb-cut entranceway along West Atlantic Boulevard to westbound traveling vehicles; however, eastbound traveling vehicles will		
Visibility	Good		
Surrounding Land Uses	Retail, residential, and industrial		
Enterprise Zone	No		
Traffic Counts	West Atlantic Boulevard has an AADT of 50,000 vehicles per day.		
Transportation Facilities	Private vehicles is the common and preferred.		
Comments	The proposed facility is considered to be a good location for an express car wash. See the Car Wash Market Analysis section for additional details.		

ZONING	
Designation	B-3
Future Land Use	General Business District
Zoning Intent	The General Business (B-3) district is established and intended to accommodate a diverse range of moderate-intensity retail, service, office, recreation/ entertainment, visitor accommodation, and institutional uses that serve the residents and businesses in the community at large (e.g., most retail sales and service uses, restaurants, offices, banks, restaurants, gasoline filling stations, marinas, auto and boat sales and service uses, theaters, hotels, child care facilities, vocational or trade schools, health care facilities, places of worship). It also accommodates complementary residential uses (e.g., live-work and upper-story dwellings) and moderate- to high-density multifamily development (either stand-alone or mixed with commercial development), community residences, and recovery communities.
Compliance	The proposed subject will be a legal, conforming use in this zoning district via a special exception permit.
ZONING REQUIREMENTS	
Permitted Uses	A variety of commercial uses
Minimum Lot Size	10,000 SF
Maximum Lot Size	None
Minimum Lot Width	100'
Maximum Coverage Ratio	60%
Minimum Open Space	20%
Front (min. ft.)	None
Rear (min. ft.)	30'
Side (min. ft.) interior	None
Maximum Height	105'
Required No. Parking Spaces	One space per 500 SF of building area
Subject's Actual	32 total spaces proposed (29 vacuum spaces and three parking spaces)

ZONING MAP



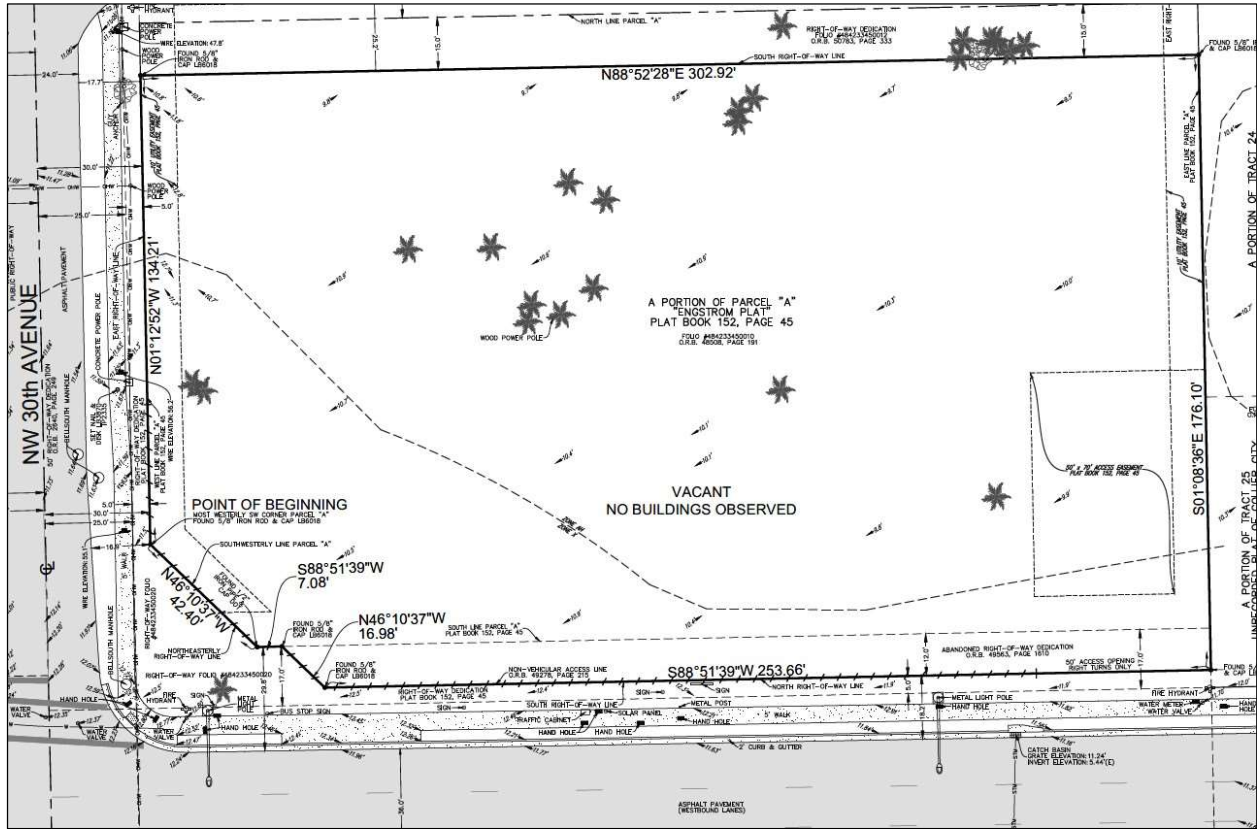
FLOOD MAP



PARCEL MAP



SURVEY



IMPROVEMENTS DESCRIPTION

The proposed improvement descriptions are based on general discussions with the developer and typical of an express car wash.

GENERAL DESCRIPTION OVERVIEW	
Address	2581 West Atlantic Boulevard Pompano Beach, FL 33069
Property Description	Proposed express car wash
Year Built (Proposed)	2026
Number of Buildings (Proposed)	1
Number of Stories (Proposed)	1
Gross Building Area	2,935 square feet
Land-to-Building Ratio	12.98 : 1
Total Parking Spaces	32
ADA Compliance	The proposed property is assumed to be fully ADA compliant.

CONSTRUCTION DETAIL	
General Layout	The subject property is a proposed 2,935 square foot express car wash facility that will be configured with a conveyor wash tunnel, equipment room, storage, office area, breakroom, and restrooms. Additionally, the facility will be oriented with three automatic pay stations, 29 vacuum stations and three parking spaces.
Foundation	Poured concrete slab
Construction	Steel and masonry
Floor Structure	Reinforced concrete
Exterior Walls	Stucco, EIFs, paneling
Roof Type	Sloped and flat
Roof Cover	Sealed membrane and metal

MECHANICAL DETAIL	
Heating	Forced Air (office and restroom only)
Cooling	Central HVAC (office and restroom only)
Plumbing	Assumed to code and adequate
Electrical	Assumed to code and adequate
Car Wash Equipment	The subject will be oriented with equipment that is typical of an express car wash. This includes a log chain conveyor, correlator, arches, mitts, brushes, wraps, high pressure system, chemical delivery system, blowers and supporting equipment. Additionally, the site will be oriented with three automatic pay stations, tunnel computer system, vacuum system and various other equipment items.

PROPERTY ASSESSMENT AND TAX ANALYSIS

The subject property is currently assessed as vacant land. We have utilized assessment comparables of other car wash facilities within Broward County to estimate the subject property taxes upon completion of development. The following chart summarizes the assessment comparables.

ASSESSMENT COMPARABLES				
Property Address	Year Built	Bldg Size (SF)	Assessed Value	Assessed Value Per SF
Subject Property (Pro Forma)	2026	2,935	\$1,907,750	\$650
Dirty Dogs Car Wash (1821 S State Rd 7, North Lauderdale)	2025	3,708	\$1,786,600	\$482
Rising Tide Car Wash (10340 Royal Palm Blvd, Coral Springs)	2022	2,944	\$2,237,280	\$760
Rising Tide Car Wash (2970 N State Road 7, Margate)	2017	4,299	\$2,038,870	\$474
El Car Wash (7880 W McNab Road, North Lauderdale)	2019	2,997	\$1,257,400	\$420
M Car Wash (1080 NW 31st Ave, Fort Lauderdale)	2022	2,342	\$1,031,710	\$441
Low	2017	2,342	\$1,031,710	\$420
High	2025	4,299	\$2,237,280	\$760
Average	2021	3,258	\$1,670,372	\$515

We have estimated the subject property assessment, upon completion, equal to \$650 PSF, which is within the range of the comparables and considered reasonable, given it will be a newly constructed car wash facility.

The following table summarizes our projection of real property taxes for the subject as a newly constructed express car wash facility:

REAL ESTATE ASSESSMENT AND TAXES		
Tax ID No.		Proforma
484233-45-0010		\$1,907,750
Tax Value Subtotal		\$1,907,750
Assessed Value @	100.00%	\$1,907,750
General Tax Rate	per \$1,000	20.53120
Property Taxes		\$39,168
Non-Ad Valorem Taxes		\$0
Total Taxes		\$39,168
Less 4% Early Payment Discount		(\$1,567)
Total Net Taxes		\$40,735
Total Taxes PSF		\$13.88

Given the extent of the equipment involved, car wash facilities like the subject are often assessed an additional personal property/equipment tax liability. Based on several car wash expense comparables and the fact that the subject will be new, we estimate an additional personal property tax liability of \$10,000. The following chart illustrates the personal property taxes for several other express car washes in the area.

ASSESSMENT COMPARABLES		
Property Address	Year Built	Personal Property Taxes
Subject Property (Pro Forma)	2026	\$10,000
LUV Car Wash (1250 S State Rd 7, North Lauderdale)	2022	\$6,414
LUV Car Wash (1075 W Sunrise Boulevard, Fort Lauderdale)	2019	\$9,736
Rising Tide Car Wash (10340 Royal Palm Blvd, Coral Springs)	2022	\$9,285

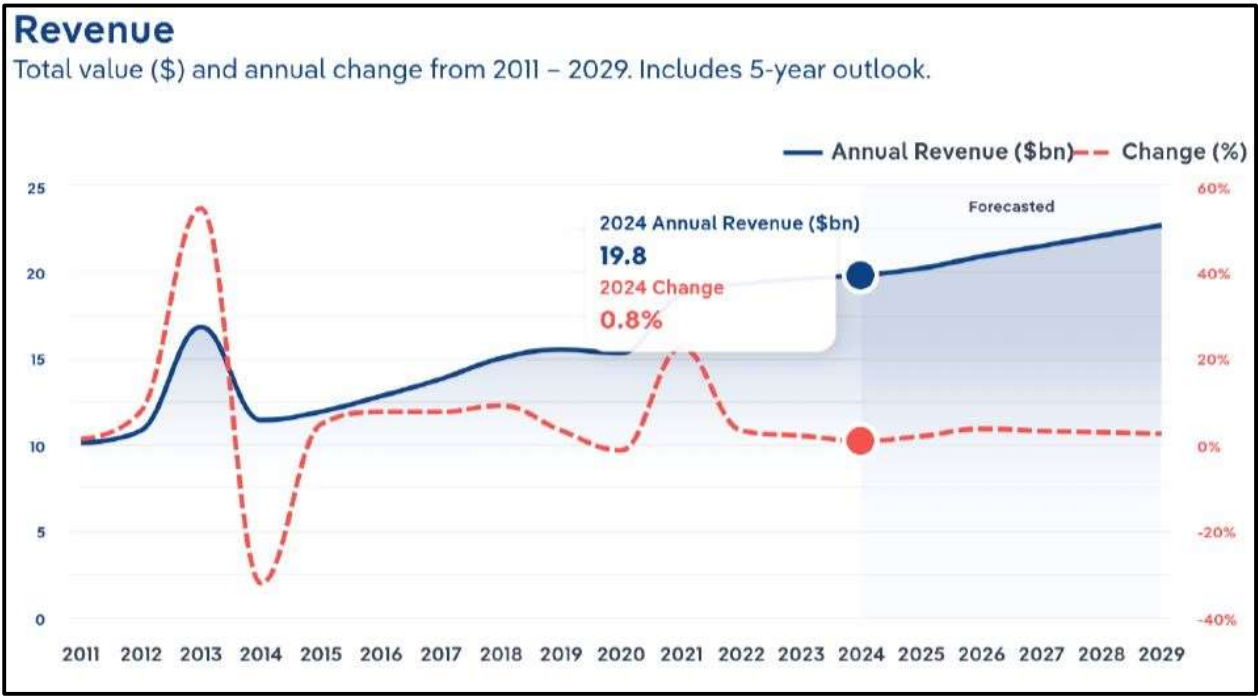
Therefore, the total proposed tax liability estimate for the subject is \$50,735 (\$40,735 RE tax + \$10,000 PP tax).

MARKET ANALYSIS

INDUSTRY OVERVIEW

The following market analysis is based primarily on the January 2025 IBIS World report on Car Wash and Auto Detailing in the United States. Operators in the Car Wash and Auto Detailing industry clean, wash and wax automotive vehicles, such as passenger cars, trucks, vans and trailers. This industry also includes self-service car wash establishments. The Car Wash and Auto Detailing industry does not include companies that predominantly change motor oil or provide automotive repair and maintenance services.

<div>Revenue</div> <div>\$19.8bn</div> <div>'19-'24 ↑ 5.1 %</div> <div>'24-'29 ↑ 2.8 %</div>	<div>Employees</div> <div>208k</div> <div>'19-'24 ↑ 1.1 %</div> <div>'24-'29 ↑ 2.6 %</div>	<div>Businesses</div> <div>60,355</div> <div>'19-'24 ↑ 4.6 %</div> <div>'24-'29 ↑ 3.4 %</div>
<div>Profit</div> <div>\$4.4bn</div> <div>'19-'24 ↑ 7.4 %</div>	<div>Profit Margin</div> <div>22.3%</div> <div>'19-'24 ↑ 2.3 pp</div>	<div>Wages</div> <div>\$5.6bn</div> <div>'19-'24 ↑ 2.9 %</div> <div>'24-'29 ↑ 2.7 %</div>



WASH FORMATS

Conveyor Car Washes

Conveyor car wash sales currently account for an estimated 52.2% of total industry revenue. In a conveyor wash, a vehicle is typically driven onto a conveyor belt and taken through a tunnel that uses mechanized brushes and cloths in conjunction with high-pressure water application and a drying system. Customers have the option of purchasing a range of services such as express wash, wheel bright, waxes, and undercarriage washes.

Typically, conveyor washes operate under three different models; that is, operators can offer full-serve, flex-serve or express conveyor washes to consumers. According to car wash supplier Mark VII, full-service washes are considered to comprise the most high-end, time-consuming services and are, therefore, considered a destination model, as consumers must exit their vehicle to have the car washed. Furthermore, since full-serve washes are more time-consuming, consumers must be willing to allocate more time to capitalize on the extra services offered by the car wash. Examples of extra services include windshield repair and carpet cleaning.

While full-serve tunnels generally require less space to operate, full-serve car washes require more labor to compensate for the services not performed by the typical car wash machinery. Amid the COVID-19 (coronavirus) crisis, demand for full-service washes decreased as some industry operators temporarily curtailed the interior cleaning service associated with this wash. For instance, Mister Carwash announced that its full-service washes would not come with interior cleaning due to health and safety reasons. After the pandemic has slowed down, the company has gradually offered interior cleaning at selected locations.

Flex-serve car washes primarily focus on cleaning the car's exterior. However, if a customer wants to clean the car's interior, a section of the car wash is allocated for that service, while all other vehicles simply receiving an exterior wash are able to exit the car wash without having to exit their cars. Flex-serve car washes are similar to full-serve car washes in that they offer comparable services and therefore require more employees than express car washes by offering exterior cleans irrespective of interior cleaning services. Flex-serve car washes are able to simultaneously appeal to those who wish to take advantage of a full-serve wash, as well as time-poor consumers who wish to wash their car's exterior and exit the car wash without any added inconvenience of having to exit their vehicle.

Express tunnel washers are becoming more popular in the industry. This type of conveyor car wash provides exterior cleaning only and free access to vacuums after exiting the tunnel. The typical wait time averages five minutes, while full-service tunnel washes have a much longer wait time of between 10 and 15 minutes, according to industry operator Carwash & Detail. Furthermore, express exterior tunnel washes typically cost \$7.00, while full-service tunnel washes average \$15.00, according to the International Carwash Association. Due to its convenience, demand for express wash services is expected to continue to grow.

In-bay Automatic Car Washes

With in-bay automatic car washes, customers usually remain within their automobiles. The vehicle remains stationary and is washed by soap and water applied from a rollover mechanism. These automatic car washes can be touchless, friction or a combination of both. The fully automated system is usually triggered by a coin-operated vending machine. These types of car washes are a relatively minor segment within the specialized car wash industry. However, in the total car wash market, they are more prominent. Gas stations operate most of the 40,000 automatic or rollover car washes in the United States.

As a result, the majority are classified outside this industry. The average price is \$10.00 for an in-bay automatic wash. Demand for this segment is expected to increase as consumers increasingly use in-bay automatic car washes as an alternative to full-serve car washes. Furthermore, technological advancements in the way of reducing friction on vehicles while cleaning have also contributed to this segment's increase in market share.

Many consumers typically equate a rough car wash (i.e. aggressive friction from the brushes causing a car to sway as it is being washed) with unwanted wear and tear on their vehicles. New in-bay automatic configurations, such as PDQ's ProTouch in-bay automatic wash system are capitalizing on those who prefer a wash with a softer amount of friction than other conventional car washes. Moreover, this segment is expected to expand as a share of industry revenue amid the coronavirus pandemic as it involves the least human contact between customers and employees.

Detailing Services

With detailing services, vehicles are washed and waxed manually. Furthermore, detailing includes careful cleaning of the vehicle's interior panels and upholstery, door jams, and windows. Detailing services are more commonly performed when a vehicle is about to be sold and often involve engine detailing, which includes removing all dirt and grease with a degreasing agent. Detailing may also involve minor paintwork repairs and interior steam cleaning. This segment is highly labor-intensive as the whole process is done manually and costs often exceed \$50.00.

Hand Washing

These services sometimes include a waxing service and a light cleaning of the vehicle's interior. However, this is not a full detailing service. Consumers will choose hand-washing services if they require extra care for their car. This segment is highly labor-intensive and, therefore, has a higher average price of \$20.00. Hand-washing's share of industry revenue has declined as a result of consumers opting for more conventional conveyor car washes or in-bay automatic car washes instead of hand-washing services.

Self-service Bays

These drive-in bays are equipped with wands and hoses for consumers to use on their vehicles to presoak, wash, double soap, pre-rinse, clean wheels, and double rinse their vehicles. These self-service bays typically have a coin-operated vending machine. Consumers commonly have access to a coin-operated vacuum for interior cleaning and are provided with towels, air fresheners, and soaps from vending machines. These self-service bays typically do not have high labor requirements and the average price of self-service bays is \$5.00-\$10.00.

LOCATIONAL FACTORS

There are a number of characteristics that are common to all types of carwash operations. This section describes the elements and criteria that investors should consider as they search for a suitable location and site. The following analyzes several of the key characteristics and is followed by a chart with a rating for each as well as an overall rating of the site.

Competition

The following chart and map illustrate the competition within a three mile radius of the subject. Self-service, In-Bay Automatic or hand washes are not included as they do not pose a significant competitive threat.

It should be noted that there is an additional car wash in the market, ShineTime Car Wash. This is a tunnel car wash but it is connected to a gas station. The market typically does not look favorably upon car washes attached to gas stations as it is typically a secondary source of revenue in comparison to the gas station and convenience store and thus these facilities often do not provide the quality of equipment or service that a stand along car wash would provide. As such, this facility was not included as a competitor or analyzed as a true competitive threat.

COMPETITION			
Number	Name	Type	Distance from Subject
1	Mr. Squeaky Car Wash	Flex	2.10 miles
2	Aqua Car Wash	Self-Service	2.61 miles
3	Car Wash	Self-Service	2.54 miles
4	LUV Car Wash	Express	2.85 miles

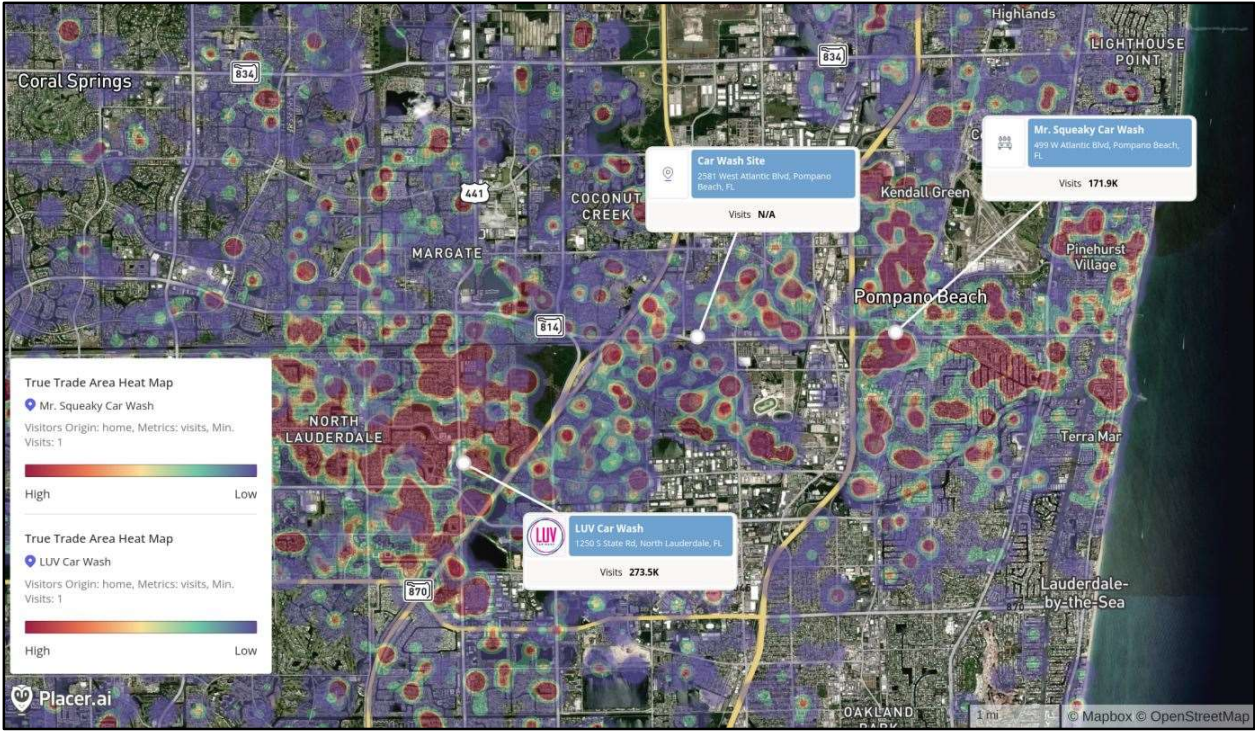
Comparable No. 1 is a flex service car wash in that they offer both express and full-service wash options. The express washes range from \$9.00 to \$18.00 and offer free vacuums. This wash concept tends to be more difficult to manage due to the labor component. Flex-service car wash have the challenge of accurately forecasting proper labor demands for full service, therefore, many flex facilities are often overstaffed or understaffed, which can result in inconsistent service.

Comparable Nos. 2 and 3 are self-service car washes that will be noticeably inferior to the proposed subject upon its completion. However, there is still a small segment of the marketplace that does not want automated equipment touching their vehicle, but for the most part the express exterior model has made these operations obsolete. A more quality product can be achieved by an express wash in a shorter amount of time for a similar or lower price.

Comparable No. 4 is an express car wash, located on the southwest edge of the proposed subject's market area, situated along South State Road 7. This facility was originally constructed in 2000 and most recently renovated and rebranded in 2022.

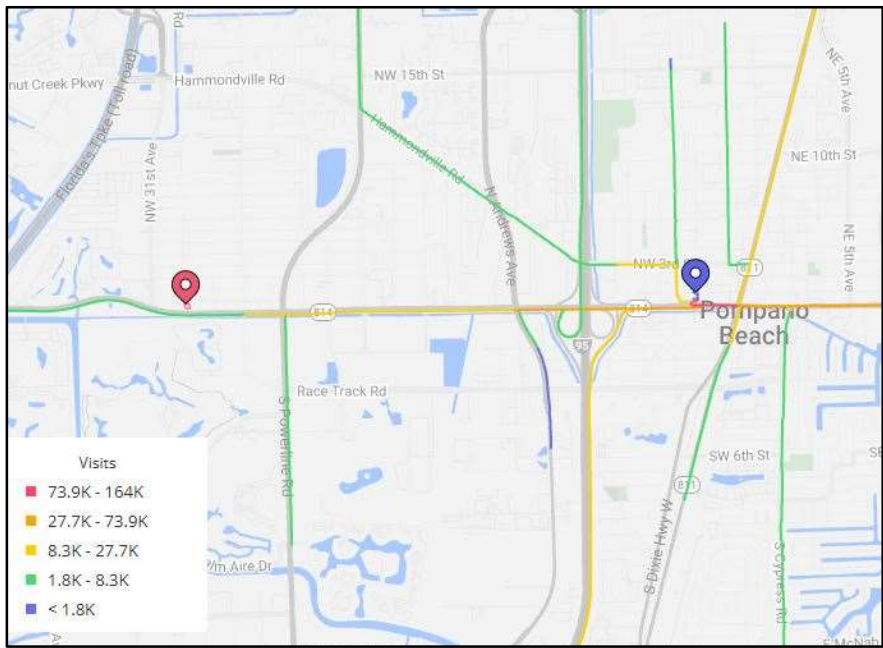
Given the population totals, the number of competitors in the market is considered minimal. As such, the proposed car wash would fulfill a demonstrated need for the public convenience and service of the population of the neighborhood. Upon completion of the subject, there is still a risk of new competition entering the market in the future; however, it is difficult to get a car wash approved for development in the local market which could inhibit new competition.

The following map was obtained from Placer.AI which is a locations analytics platform that utilizes cell phone data to track visits to certain properties. This map illustrates the two closest express or flex car wash competitors to the subject and identifies where their customers reside that are visiting these properties.



As shown, there are a significant number of customers from the immediate area surrounding the subject that drive to the two nearby competitors. This illustrates that there is significant demand and a need for a car wash facility in the subject neighborhood.

We have also included the traffic pattern map from Placer.AI from the closest competitor along Atlantic Boulevard. This map illustrates where the consumers are driving from to get to the property. The red call out is the subject site and the blue call out is the closest competitor (Mr. Squeaky Car Wash).



As shown, there is a significant amount of traffic that passes by the subject site or that comes from just east of the subject to access the nearest competitor along Atlantic Boulevard. This would indicate that there is significant demand in the immediate area for an additional car wash.

Traffic Counts

Although traffic counts are often overrated in terms of their significance in rating a site, you will need to have adequate flow for exposure. The recommended minimum traffic count, measured as average annual daily traffic count or AADT, is at least 5,000 vehicles per day for self-service, 20,000 vehicles for in-bays automatic, and 30,000 vehicles for a conveyor operation. **The most recent traffic study indicated a traffic count of 50,000 vehicles per day along West Atlantic Boulevard.**

Access

The highway lanes should not be divided by a culvert or median unless there is a traffic signal or dedicated turning lanes immediately in front of the site. The site should be able to accommodate at least two curb cuts. However, if regulations prohibit more than one curb cut, this should not be used as the sole reason for rejecting a site as long as the other physical characteristics are good. **Access to the subject will be available via a curb-cut entranceway along West Atlantic Boulevard to westbound traveling vehicles; however, eastbound traveling vehicles will be able to make an immediate U-turn just passed the subject.**

Visibility

The site needs to be visible so that it will have adequate exposure. The site should be at-grade with the roadway. Sites that slope upwards or downwards will have less visibility and may be perceived by some consumers as inconvenient to use. Buildings and signs should be visible in both directions for at least 400 to 500 feet. **The subject site is at road grade and will have good visibility along West Atlantic Boulevard.**

Demographics

The population density within a three-mile radius for self-service carwash should be at least 15,000 persons for rural areas, 25,000 for semi-rural areas, and 50,000 for neighborhood and suburban business districts. If the project is an in-bay automatic carwash, the population density within a three-mile radius should be at least 20,000 for rural areas, 35,000 for semi-rural areas, and 45,000 for neighborhood and suburban business districts. If the project is a conveyor carwash, the population density for a three-mile radius should be at least 35,000 for neighborhood business districts and 65,000 for suburban business districts.

The population trend should be positive and the pattern of growth should be headed towards the site rather than away from it. **The site has approximately 115,590 people within a three-mile radius. Additionally, the median household income within a three-mile radius is \$59,108. Population totals are projected to increase over the next several years with a projected population of 118,819 people within a three-mile radius by 2030.**

Retail Influence

Proximity to essential amenities like shopping centers, educational institutions, and even recreational facilities tend to attract a wide range of customers looking for convenience and one-stop shopping. Current trends have indicated there is a positive correlation between car washes and nearby retailers. **The proposed subject will benefit from a nearby Walmart Supercenter, which is located 2,500 feet to the east, along West Atlantic Boulevard as well as grocery store anchored retail center at the southwest corner of West Atlantic Boulevard and South Powerline Road.**

The following chart summarizes the above analyses and provides the overall site rating.

SITE LOCATION ANALYSIS	
Criteria	Rating
Competition	Minimal
Traffic Count	Excellent
Access	Average
Visibility	Good
Demographics	Good
Retail Influences	Average
Overall Site Rating	Good

INDUSTRY OUTLOOK

Car wash and auto detailing service providers clean, wash and wax vehicles, including passenger cars, trucks, vans and trailers. While the industry struggled amid the height of the pandemic, pent-up demand for travel and rebounding economic conditions encouraged driving activity and spending on discretionary services. Even as interest rates threaten economic stability and consumer markets, robust commercial markets, especially used car companies, have supported growth. Overall, revenue has soared at an expected CAGR of 5.1% to an estimated \$19.8 billion through the current period, including a 0.8% increase in 2024, where profit has reached 22.3%.

Companies have prioritized diverse offerings and technological improvements to build a stronger consumer base. Value-added services, like interior cleaning, waxing and rim shining at competitive prices or included in comprehensive packages, can help differentiate from competitors. Companies have also offered improved waiting areas, contactless payment options and other services to improve customer experiences and generate repeat customers. Similarly, various marketing tactics, including memberships, loyalty programs and social media markets, have generated more customers.

Economic stability, highlighted by strong consumer confidence and climbing disposable incomes, will support revenue and profit growth. These trends will encourage companies to expand, leading to strong employment and establishment growth. However, new regulations will challenge car wash and auto detailing companies. Companies must adhere to increasingly strict water usage policies, encouraging them to adopt new water recycling and reuse systems. These changes may lead to increased utility costs, especially in arid regions. Companies will also improve internal processes to attract new customers. Mobile services and increasingly advanced automated bays will create differentiation opportunities. Overall, revenue will expand at an expected CAGR of 2.8% to \$22.7 billion through the outlook period, where profit will reach 22.4%.

CONCLUSION

Given the information described on the preceding pages, we have determined the proposed car wash to be **feasible** as it relates to economic, market, technical, financial and management feasibility.

The feasibility analysis concludes that there is a noticeable demand for additional car wash services within the local market and the development of the subject car wash is justified. Given the population totals and the lack of a modern express car wash along West Atlantic Boulevard in the market area, it is determined that there is truly a need for the subject development.

While the Placer.AI data indicated that some consumers in the immediate area are utilizing the services of the two closest competitors there are likely numerous consumers that are not using the services of the other washes given the travel time. Given the high volume of traffic along West Atlantic Boulevard, many consumers are required to travel three to five miles (could take in excess of 20 to 30 minutes round trip) to wash their vehicle. A car wash between the existing car washes to the east and southwest would better serve the needs of residents in the local market without a significant material effect on the existing car washes.

Additionally, the presence of a convenient express car wash in the market area will likely reduce the number of residents that wash their vehicles at home. As previously noted, express car washes with water reclaim systems utilize significantly less water than the average individual does washing at home. In conclusion, there is a need for this car wash facility from both a consumer demand and environmental perspective.

CERTIFICATION

I certify that, to the best of my knowledge and belief:

1. The statements of fact contained in this report are true and correct.
2. The reported analyses, opinions, and conclusions are limited only by the reported assumptions and limiting conditions and are my personal, impartial, and unbiased professional analyses, opinions, and conclusions.
3. I have no present or prospective interest in the property that is the subject of this report and no personal interest with respect to the parties involved with this assignment.
4. I have no bias with respect to the property that is the subject of this report or to the parties involved with this assignment.
5. My engagement in this assignment was not contingent upon developing or reporting predetermined results.
6. My compensation for completing this assignment is not contingent upon the development or reporting of a predetermined value or direction in value that favors the cause of the client, the amount of the value opinion, the attainment of a stipulated result, or the occurrence of a subsequent event directly related to the intended use of this appraisal.
7. This appraisal assignment was not based upon a requested minimum valuation, a specific valuation, or the approval of a loan.
8. My analyses, opinions, and conclusions were developed, and this report has been prepared, in conformity with the Uniform Standards of Professional Appraisal Practice, as well as the requirements of the state of Florida.
9. The reported analyses, opinions, and Value Indications were developed, and this report has been prepared, in conformity with the requirements of the Code of Professional Ethics, the Standards of Professional Practice of the Appraisal Institute.
10. The use of this report is subject to the requirements of the Appraisal Institute relating to review by its duly authorized representatives.
11. As of the date of this report, Clayton Belger, MAI has completed the continuing education program for Designated Members of the Appraisal Institute.
12. Clayton Belger, MAI has not and Patrick Warfield has not made a personal inspection of the property that is the subject of this report.
13. Patrick Warfield, State-Registered Trainee Appraiser RI25644 provided real property appraisal assistance to the person(s) signing this certification. Assistance included neighborhood and regional market research, site improvements and building descriptions. As of the date of this report, I, Clayton Belger, MAI, the supervisory appraiser of the registered trainee appraiser (Patrick Warfield), who contributed to the development or communication of this appraisal, hereby accept complete responsibility for any work performed by the registered trainee appraiser named in this report as if it were my own work.
14. Clayton Belger, MAI has and Patrick Warfield has not provided services, as an appraiser or in any other capacity, regarding the property that is the subject of this report within the three-year period immediately preceding the agreement to perform this assignment.
15. The use of this report is subject to the requirements of the Florida Real Estate Appraisal Board relating to review by its duly authorized representatives. As of the date of this report, Clayton Belger, MAI is a State Certified Appraiser and have completed the continuing education requirements for the State of Florida.



Clayton Belger, MAI
State-Certified General Real Estate Appraiser
License #: RZ3658
904-622-6334
cbelger@bbgres.com



Patrick Warfield
State-Registered Trainee Appraiser
License #: RI25644
301-704-3698
pwarfield@bbgres.com

STANDARD ASSUMPTIONS AND LIMITING CONDITIONS

This appraisal report has been made with the following general assumptions:

- 1) Notwithstanding that Appraiser may comment on, analyze or assume certain conditions in the appraisal, BBG, Inc. shall have no monetary liability or responsibility for alleged claims or damages pertaining to: (a) title defects, liens or encumbrances affecting the property; (b) the property's compliance with local, state or federal zoning, planning, building, disability access and environmental laws, regulations and standards; (c) building permits and planning approvals for improvements on the property; (d) structural or mechanical soundness or safety; (e) contamination, mold, pollution, storage tanks, animal infestations or other hazardous conditions affecting the property; and (f) other conditions and matters for which licensed real estate appraisers are not customarily deemed to have professional expertise. Accordingly:
 - a) The Appraiser has not conducted any engineering or architectural surveys in connection with this appraisal assignment. Information reported pertaining to dimensions, sizes, and areas is either based on measurements taken by the Appraiser or the Appraiser's staff or was obtained or taken from referenced sources and is considered reliable. The Appraiser and BBG, Inc. shall not be monetarily liable or responsible for or assume the costs of preparation or arrangement of geotechnical engineering, architectural, or other types of studies, surveys, or inspections that require the expertise of a qualified professional.
 - b) Unless otherwise stated in the report, only the real property is considered, so no consideration is given to the value of personal property or equipment located on the premises or the costs of moving or relocating such personal property or equipment. Further, unless otherwise stated, it is assumed that there are no subsurface oil, gas or other mineral deposits or subsurface rights of value involved in this appraisal, whether they are gas, liquid, or solid. Further, unless otherwise stated, it is assumed that there are no rights associated with extraction or exploration of such elements considered. Unless otherwise stated it is also assumed that there are no air or development rights of value that may be transferred.
 - c) Any legal description or plats reported in the appraisal are assumed to be accurate. Any sketches, surveys, plats, photographs, drawings or other exhibits are included only to assist the intended user to better understand and visualize the subject property, the environs, and the competitive data. BBG, Inc. has made no survey of the property and assumes no monetary liability or responsibility in connection with such matters.
 - d) Title is assumed to be good and marketable, and in fee simple, unless otherwise stated in the report. The property is considered to be free and clear of existing liens, easements, restrictions, and encumbrances, except as stated. Further, BBG, Inc. assumes there are no private deed restrictions affecting the property which would limit the use of the subject property in any way.
 - e) The appraisal report is based on the premise that there is full compliance with all applicable federal, state, and local environmental regulations and laws unless otherwise stated in the appraisal report; additionally, that all applicable zoning, building, and use regulations and restrictions of all types have been complied with unless otherwise stated in the appraisal report. Further, it is assumed that all required licenses, consents, permits, or other legislative or administrative authority, local, state, federal and/or private entity or organization have been or can be obtained or renewed for any use considered in the value opinion. Moreover, unless otherwise stated herein, it is assumed that there are no encroachments or violations of any zoning or other regulations affecting the subject property, that the utilization of the land and improvements is within the boundaries or property lines of the property described, and that there are no trespasses or encroachments.

- f) The American Disabilities Act (ADA) became effective January 26, 1992. The Appraiser has not made a specific compliance survey or analysis of the property to determine whether or not it is in conformity with the various detailed requirements of ADA. It is possible that a compliance survey of the property and a detailed analysis of the requirements of the ADA would reveal that the property is not in compliance with one or more of the requirements of the Act. If so, this fact could have a negative impact upon the value of the property. Since the Appraiser has no direct evidence relating to this issue, possible noncompliance with the requirements of ADA was not considered in estimating the value of the property.
- g) No monetary liability or responsibility is assumed for conformity to specific governmental requirements, such as fire, building, safety, earthquake, or occupancy codes, except where specific professional or governmental inspections have been completed and reported in the appraisal report.
- h) It is assumed the subject property is not adversely affected by the potential of floods; unless otherwise stated herein. Further, it is assumed all water and sewer facilities (existing and proposed) are or will be in good working order and are or will be of sufficient size to adequately serve any proposed buildings.
- i) Unless otherwise stated within the appraisal report, the depiction of the physical condition of the improvements described therein is based on visual inspection. No monetary liability or responsibility is assumed for (a) the soundness of structural members since no engineering tests were conducted; (b) the condition of mechanical equipment, plumbing, or electrical components, as complete tests were not made; and (c) hidden, unapparent or masked property conditions or characteristics that were not clearly apparent during the Appraiser's inspection.
- j) If building improvements are present on the site, it is assumed that no significant evidence of termite damage or infestation was observed during physical inspection, unless so stated in the appraisal report. Further, unless so stated in the appraisal report, no termite inspection report was available. No monetary liability or responsibility is assumed for hidden damages or infestation.
- k) Unless subsoil opinions based upon engineering core borings were furnished, it is assumed there are no subsoil defects present, which would impair development of the land to its maximum permitted use or would render it more or less valuable. No monetary liability or responsibility is assumed for such conditions or for engineering which may be required to discover them.
- l) BBG, Inc. is not an expert in determining the presence or absence of hazardous substances, defined as all hazardous or toxic materials, wastes, pollutants or contaminants (including, but not limited to, asbestos, PCB, UFFI, or other raw materials or chemicals) used in construction or otherwise present on the property. BBG, Inc. assumes no monetary liability or responsibility for the studies or analyses which would be required to determine the presence or absence of such substances or for loss as a result of the presence of such substances. Appraiser is not qualified to detect such substances. The Client is urged to retain an expert in this field; however, Client retains such expert at Client's own discretion, and any costs and/or expenses associated with such retention are the responsibility of Client.
- m) BBG, Inc. is not an expert in determining the habitat for protected or endangered species, including, but not limited to, animal or plant life (such as bald eagles, gophers, tortoises, etc.) that may be present on the property. BBG, Inc. assumes no monetary liability or responsibility for the studies or analyses which would be required to determine the presence or absence of such species or for loss as a result of the presence of such species. The Appraiser hereby reserves the right to alter, amend, revise, or rescind any of the value opinions contained within the appraisal report based upon any subsequent endangered species impact studies, research, and investigation that may be provided. However, it is assumed that no environmental impact studies were either requested or made in conjunction with this analysis, unless otherwise stated within the appraisal report.

- 2) If the Client instructions to the Appraiser were to inspect only the exterior of the improvements in the appraisal process, the physical attributes of the property were observed from the street(s) as of the inspection date of the appraisal. Physical characteristics of the property were obtained from tax assessment records, available plans, if any, descriptive information, and interviewing the client and other knowledgeable persons. It is assumed the interior of the subject property is consistent with the exterior conditions as observed and that other information relied upon is accurate.
- 3) If provided, the estimated insurable replacement cost is included at the request of the Client and has not been performed by a qualified insurance agent or risk management underwriter. This cost estimate should not be solely relied upon for insurable replacement cost purposes. The Appraiser is not familiar with the definition of insurable replacement cost from the insurance provider, the local governmental underwriting regulations, or the types of insurance coverage available. These factors can impact cost estimates and are beyond the scope of the intended use of this appraisal. The Appraiser is not a cost expert in cost estimating for insurance purposes.
- 4) The dollar amount of any value opinion herein rendered is based upon the purchasing power and price of the United States Dollar as of the effective date of value. This appraisal is based on market conditions existing as of the date of this appraisal.
- 5) The value opinions reported herein apply to the entire property. Any proration or division of the total into fractional interests will invalidate the value opinions, unless such proration or division of interests is set forth in the report. Any division of the land and improvement values stated herein is applicable only under the program of utilization shown. These separate valuations are invalidated by any other application.
- 6) Any projections of income and expenses, including the reversion at time of resale, are not predictions of the future. Rather, they are BBG, Inc.'s best estimate of current market thinking of what future trends will be. No warranty or representation is made that such projections will materialize. The real estate market is constantly fluctuating and changing. It is not the task of an appraiser to estimate the conditions of a future real estate market, but rather to reflect what the investment community envisions for the future in terms of expectations of growth in rental rates, expenses, and supply and demand. The forecasts, projections, or operating estimates contained herein are based on current market conditions, anticipated short-term supply and demand factors, and a continued stable economy. These forecasts are, therefore, subject to changes with future conditions.
- 7) The Appraiser assumes no monetary liability or responsibility for any changes in economic or physical conditions which occur following the effective date of value within this report that would influence or potentially affect the analyses, opinions, or conclusions in the report. Any subsequent changes are beyond the scope of the report.
- 8) Any proposed or incomplete improvements included in the appraisal report are assumed to be satisfactorily completed in a workmanlike manner or will be thus completed within a reasonable length of time according to plans and specifications submitted.
- 9) If the appraisal report has been prepared in a so-called "public non-disclosure" state, real estate sales prices and other data, such as rents, prices, and financing, are not a matter of public record. If this is such a "non-disclosure" state, although extensive effort has been expended to verify pertinent data with buyers, sellers, brokers, lenders, lessors, lessees, and other sources considered reliable, it has not always been possible to independently verify all significant facts. In these instances, the Appraiser may have relied on verification obtained and reported by appraisers outside of our office. Also, as necessary, assumptions and adjustments have been made based on comparisons and analyses using data in the report and on interviews with market participants. The information furnished by others is believed to be reliable, but no warranty is given for its accuracy.

- 10) Although the Appraiser has made, insofar as is practical, every effort to verify as factual and true all information and data set forth in this report, no responsibility is assumed for the accuracy of any information furnished the Appraiser either by the Client or others. If for any reason, future investigations should prove any data to be in substantial variance with that presented in this report, the Appraiser reserves the right to alter or change any or all analyses, opinions, or conclusions and/or opinions of value.
- 11) The right is reserved by the Appraiser to make adjustments to the analyses, opinions, and conclusions set forth in the appraisal report as may be required by consideration of additional or more reliable data that may become available. No change of this report shall be made by anyone other than the Appraiser. The Appraiser shall have no monetary liability or responsibility for any unauthorized change(s) to the report.
- 12) The submission of the appraisal report constitutes completion of the services authorized and agreed upon. Such appraisal report is submitted on the condition the Client will provide reasonable notice and customary compensation, including expert witness fees, relating to any subsequent required attendance at conferences, depositions, or judicial or administrative proceedings. In the event the Appraiser is subpoenaed for either an appearance or a request to produce documents, a best effort will be made to notify the Client immediately. The Client has the sole responsibility for obtaining a protective order, providing legal instruction not to appear with the appraisal report and related work files, and will answer all questions pertaining to the assignment, the preparation of the report, and the reasoning used to formulate the opinion of value. Unless paid in whole or in part by the party issuing the subpoena or by another party of interest in the matter, the Client is responsible for all unpaid fees resulting from the appearance or production of documents regardless of who orders the work.
- 13) Client shall not disseminate, distribute, make available or otherwise provide any Appraisal Report prepared hereunder to any third party (including without limitation, incorporating or referencing the Appraisal Report, in whole or in part, in any offering or other material intended for review by other parties) except to (a) any third party expressly acknowledged in a signed writing by Appraiser as an "Intended User" of the Appraisal Report provided that either Appraiser has received an acceptable release from such third party with respect to such Appraisal Report or Client provides acceptable indemnity protections to Appraiser against any claims resulting from the distribution of the Appraisal Report to such third party, (b) any third party service provider (including rating agencies and auditors) using the Appraisal Report in the course of providing services for the sole benefit of an Intended User, or (c) as required by statute, government regulation, legal process, or judicial decree. In the event Appraiser consents, in writing, to Client incorporating or referencing the Appraisal Report in any offering or other materials intended for review by other parties, Client shall not distribute, file, or otherwise make such materials available to any such parties unless and until Client has provided Appraiser with complete copies of such materials and Appraiser has approved all such materials in writing. Client shall not modify any such materials once approved by Appraiser. In the absence of satisfying the conditions of this paragraph with respect to a party who is not designated as an Intended User, the receipt of an Appraisal Report by such party shall not confer any right upon such party to use or rely upon such report, and Appraiser shall have no liability for such unauthorized use or reliance upon such report. In the event Client breaches the provisions of this paragraph, Client shall indemnify, defend and hold Appraiser, and its affiliates and their officers, directors, employees, contractors, agents and other representatives (Appraiser and each of the foregoing an "Indemnified Party" and collectively the "Indemnified Parties"), fully harmless from and against all losses, liabilities, damages and expenses (collectively, "Damages") claimed against, sustained or incurred by any Indemnified Party arising out of or in connection with such breach, regardless of any negligence on the part of any Indemnified Party in preparing the Appraisal Report.

ADDENDA

Appraiser Qualifications	A
Letter of Engagement	B
Legal Description	C

APPRAISER QUALIFICATIONS

Profile

Clayton Belger is a Senior Appraiser in Florida for BBG with extensive experience in commercial real estate valuation. He specializes in automotive, car wash and going concern valuation.

Prior to joining BBG, Clayton was a Staff Appraiser at The Sage Group. He has expertise with analyses of numerous property types including multifamily, single and multi-tenant retail, industrial, office, special purpose and vacant land. His experience also includes feasibility studies, consulting and market analysis. Experience with special purpose properties includes gas stations, religious facilities, power plants, and over 150 car washes.

Professional Affiliations

Appraisal Institute

MAI Designation

General Certified Appraiser:

State of Florida (License #RZ3658)

State of Georgia (License #359340)

State of North Carolina (License #A7912)

State of Tennessee (License #5197)

Education

Master of Business Administration, Concentration in Finance, Florida Gulf Coast University, Lutgert College of Business, Fort Myers, FL

Bachelor of Science in Finance and Real Estate Florida State University, College of Business, Tallahassee, FL

[Type here]



VALUATION



ADVISORY



ASSESSMENT



ZONING



Ron DeSantis, Governor

Melanie S. Griffin, Secretary



STATE OF FLORIDA
DEPARTMENT OF BUSINESS AND PROFESSIONAL REGULATION

FLORIDA REAL ESTATE APPRAISAL BD

THE CERTIFIED GENERAL APPRAISER HEREIN IS CERTIFIED UNDER THE
PROVISIONS OF CHAPTER 475, FLORIDA STATUTES

BELGER, CLAYTON

14333 BEACH BLVD, STE 33
JACKSONVILLE FL 32250

LICENSE NUMBER: RZ3658

EXPIRATION DATE: NOVEMBER 30, 2026

Always verify licenses online at [MyFloridaLicense.com](https://myfloridalicense.com)

ISSUED: 11/19/2024

Do not alter this document in any form.

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Profile

Patrick Warfield is a registered trainee appraiser in Florida, working out of the BBG Jacksonville office. Mr. Warfield has been engaged with commercial real estate experience throughout the continental United States since June 2022. His scope of competency expands across a broad range of asset types and assignment conditions. Mr. Warfield specializes in the valuation of specialty properties, primarily car wash and gas station facilities, with appraisal work provided on over 50+ reports since joining BBG.

Mr. Warfield is currently working towards his certified general appraiser license.

Professional Affiliations

State of Florida –Registered Trainee Appraiser RI25644

Education

Bachelor of Science, University of North Florida, December 2008

Coursework

- Basic Appraisal Principals
- Basic Appraisal Procedures
- Florida Trainee Appraiser Subject Matter
- National Uniform Standards of Professional Appraisal Practice USPAP



Ron DeSantis, Governor

Melanie S. Griffin, Secretary



STATE OF FLORIDA
DEPARTMENT OF BUSINESS AND PROFESSIONAL REGULATION

FLORIDA REAL ESTATE APPRAISAL BD

THE REGISTERED TRAINEE APPRAISER HEREIN HAS REGISTERED UNDER THE
PROVISIONS OF CHAPTER 475, FLORIDA STATUTES

WARFIELD, PATRICK

13000 SAWGRASS VILLAGE CIRCLE
BUILDING 2, SUITE 8
PONTE VEDRA BEACH FL 32082

LICENSE NUMBER: RI25644

EXPIRATION DATE: NOVEMBER 30, 2026

Always verify licenses online at [MyFloridaLicense.com](https://myfloridalicense.com)

ISSUED: 11/25/2024

Do not alter this document in any form.

This is your license. It is unlawful for anyone other than the licensee to use this document.



LETTER OF ENGAGEMENT

February 26, 2025

Mr. Thomas D'Eri
COO/Founder
Rising Tide Car Wash
7201 North State Road 7
Parkland, FL 33067

Phone: 954-482-0732
Email: tderi@risingtidecarwash.com

RE: Needs Study of the proposed Rising Ride Car Wash located at 2581 West Atlantic Boulevard, Pompano Beach, FL 33069.

Dear Mr. D'Eri:

We are pleased to submit this proposal and our Terms and Conditions for the Needs Study of the above referenced real estate.

PROPOSAL SPECIFICATIONS

Valuation Premise:

To provide a comprehensive market needs study and general feasibility conclusion on the subject property.

Property Rights Appraised:

Fee Simple Estate

Intended Use:

Planning Purposes

Intended Users:

Rising Tide Car Wash, their officers, representatives and counselors and Paradise Bank

Scope of Work:

This proposal will entail the application of primary and secondary market research to develop a comprehensive needs study and general feasibility conclusion of the proposed development.

Inspection:

No Appraiser Inspection

Site/Property Contact:

Thomas D'Eri

Name:

5162410287

Phone:

Email:

tderi@risingtidecarwash.com

Appraisal Standards:

Uniform Standards of Professional Appraisal Practice (USPAP) and Code of Professional Ethics and the Standards of Professional Appraisal Practice of the Appraisal Institute

Report Type:
Report Format:
Fee:

Feasibility/Needs Study

Narrative

\$3,500

Fee includes up to two hours of consultation time after delivery of the final reports. Any time incurred thereafter will be billed at an hourly rate.

Please indicate below who is responsible for payment:

Name: Thomas D'Eri

Company: Rising Tide U, Inc

Address: 7201 N SR-7, Parkland, FI 33067

Phone: 9544820732

Email: tderi@risingtidecarwash.com

Signature: Thomas D'Eri

50% at Engagement

box SIGN 42LJ86VX-46X5W75Y

Retainer:

Wire Payment/ACH Information Below:

Bank of America

Acct#: 488038497058

Wire Payment Routing#: 026009593

ACH Payment Routing#: 111000025

Payment Terms:

Balance is due and payable upon delivery of the final report or within 30 days of your receipt of our draft report, whichever is sooner. If a draft report is requested, the fee is considered earned upon delivery of our draft report.

Payment Options:

Fee quoted includes all expenses

- Credit card (a 3% fee is applied) which is the quickest payment method to verify.
- Wire or ACH payment which are the second quickest payment methods. See below information for sending the wire or ACH
- A check mailed to BBG, Inc., 8343 Douglas Avenue, Suite 700, Dallas, TX 75225 – This method is the slowest option as it takes time to receive, process and confirm the funds.

Payment Options (cont.):

If you would like to pay by credit card, please pay invoice online directly from our website at bbgres.com/pay-your-invoice/

1. A 3% convenience fee is automatically applied to all credit card payments.
2. Please add Accounting BBG email (eft@bbgres.com) as correspondent for remitting payment (BBG Email Contact), so that we can get this applied to our system in a timely manner.
3. Please include the BBG Invoice # in your credit card submission. If you have not yet received an invoice number, please use the drop-down tool to select 'Property Details' and include the address of the property.
4. A copy of the receipt will be sent directly to you once the payment has been made.

If you choose to pay by wire or ACH, please let us know once the wire or ACH has been initiated and forward the bank confirmation if able.

Be sure to include the address as a reference whenever sending any wire payment.

BBG Appraisal Wiring and ACH Instructions:

Bank of America Account # 488038497058
Payment via ACH Routing # 111000025
Payment via Wire Routing # 026009593
Bank Address: Bank of America
6019 Berkshire Lane
Dallas, TX 75225

Due to the limited capability to provide complete remittance details in ACH and Wire payments, please send all payment remittance details, including applicable invoice numbers, to eft@bbgres.com to ensure timely and accurate payment application.

Report Copies:

1 Final PDF

Delivery Date:

03/14/2025

Report Delivery Recipients:

If any other person(s) are authorized to be included on delivery of the report, please include their information in the space below:

Name(s):

John D'Eri

Email(s):

jderi@risingtidecarwash.com

Acceptance Date:

Date of Execution

Property Information Request:

The following list of items will be needed within 5 days in order to meet the above referenced delivery date:

Land PSA

Survey, Site Plan and Floor Plan

Construction and Equipment Budget

Pro Forma

Expected Wash Package Price Points

Any zoning variances or special use permits that will be required.

Do not provide Personally Identifiable Information (PII) to BBG, Inc. or any of its agents. PII is any piece of information meant to identify a specific individual. This includes data such as a Social Security number, driver's license number and financial account numbers.

The attached Terms and Conditions of the Engagement are deemed part of this Appraisal Services Agreement and are incorporated fully herein by reference and shall apply to any appraisal reports, contract or orders into which they are incorporated. In addition, with respect to any appraisal report, any use of or reliance on the appraisal by any party, regardless of whether the use or reliance is authorized or known by BBG, Inc. and its agents, servants, employees, principals, affiliated companies and all those in privity with them, constitutes acceptance of such Terms and Conditions of the Engagement, as well as acceptance of all other appraisal statements, limiting conditions and assumptions stated in the appraisal report. Use of this appraisal report constitutes acknowledgement and acceptance of the Terms and Conditions of the Engagement, special assumptions (if any), extraordinary assumptions (if any), and hypothetical conditions (if any) on which this estimate of market value is based. This appraisal report has been prepared for the exclusive benefit of the client. It may not be used or relied upon by any other party. Any other party who is not the identified client within this report who uses or relies upon any information in this report does so at their own risk.

Client acknowledges and agrees that BBG may anonymize all property and operational information ("Client Data") provided and aggregate with other anonymized data from other Clients and/or other sources and use such aggregated, anonymized Client Data in existing or future BBG product offerings. BBG shall process the Client Data in a manner that renders the form and source of the Client Data unidentifiable to any other Client or third party.

We appreciate this opportunity to be of service to you on this assignment. If you have additional questions, please contact us.



As Agent for BBG, Inc.

BBG
REAL ESTATE SERVICES

Clayton M. Belger, MAI
Managing Director
Valuation
Cert. Gen. RZ3658
13000 Sawgrass Village Circle, Building 2, Suite 8, Ponte Vedra Beach, FL 32082
P 904-322-7010 C 904-622-6334
E cbelger@bbgres.com

AGREED AND ACCEPTED

box SIGN 42LJ86VX 46X5W75Y
Client Signature

Feb 28, 2025

Date

Terms and Limiting Conditions of the Engagement

The Terms and Conditions of the Engagement are deemed part of the attached Proposal Specifications and Appraisal and Consulting Services Agreement and are incorporated fully therein, and shall apply to any appraisal services, consulting services, oral testimony, reports, contracts, or orders into which they may be incorporated.

A) Definitions. In the Terms and Conditions of the Engagement:

1. "BBG, Inc." means BBG, Inc. and its agents, successors, assigns, servants, employees, principals, affiliated companies and all those in privity with them.
2. "Appraiser" means the appraiser(s) performing part or all of the appraisal services and/or signing an appraisal report. "Appraiser" may also mean "Consultant" in a consulting assignment.
3. "Appraisal and Consulting Services Agreement" means any written agreement with Client for performance of the appraisal services by Appraiser, including any agreement entered into electronically.
4. "Client" means any party identified expressly as a client in an Appraisal and Consulting Services Agreement and also any party identified expressly as a client by the Appraiser in an appraisal report.
5. "Appraisal" means any appraisal or consulting report(s) prepared by or oral report and/or testimony presented by BBG, Inc.
6. "Report" means a written or oral report prepared by and/or oral testimony presented by BBG, Inc.

B) Venue and Jurisdiction

THIS APPRAISAL AND CONSULTING SERVICES AGREEMENT WILL BE GOVERNED BY AND CONSTRUED IN ACCORDANCE WITH THE DOMESTIC SUBSTANTIVE LAWS OF THE STATE OF TEXAS, WITHOUT GIVING EFFECT TO ANY CHOICE OR CONFLICT OF LAW PROVISION. IF ANY ACTION RELATING TO THIS APPRAISAL AND CONSULTING SERVICES AGREEMENT OR THE CONTEMPLATED TRANSACTIONS IS BROUGHT BY A PARTY HERETO AGAINST ANY OTHER PARTY HERETO, THE PREVAILING PARTY IN SUCH ACTION WILL BE ENTITLED TO RECOVER ALL REASONABLE EXPENSES RELATING THERETO (INCLUDING REASONABLE ATTORNEYS' FEES AND EXPENSES) FROM THE NON-PREVAILING PARTY.

Each party to this Appraisal and Consulting Services Agreement (a) hereby irrevocably submits to the exclusive jurisdiction and venue of the state courts located in Dallas County, Texas (or, if but only if such court lacks jurisdiction, the United States District Court for the Northern District of Texas) for the purpose of any Action between any of the parties hereto arising in whole or in part under or in connection with this Appraisal and Consulting Services Agreement, any Ancillary Agreement, or the Contemplated Transactions, (b) hereby waives and agrees not to assert any claim that he, she or it is not subject personally to the jurisdiction of the above-named courts or that any such Action brought in the above-named courts should be dismissed on grounds of forum non conveniens. Notwithstanding the foregoing, a party hereto may commence any Action in a court other than the above-named courts solely for the purpose of enforcing an order or judgment issued by the above-named courts.

C) Limitations of Liability

It is expressly agreed that in any action which may be brought against BBG, Inc., arising out of, relating to, or in any way pertaining to this engagement, this Appraisal and Consulting Services Agreement, or any services, reports, information, or opinions contained therein or presented, BBG, Inc. shall not be responsible or liable for any incidental or consequential losses, unless the same was fraudulent or prepared with gross negligence. It is further agreed that the collective liability of BBG, Inc. in any such action shall not exceed the fees paid for the preparation of the respective report or services unless the same was fraudulent or prepared with gross negligence. Finally, it is agreed that the fees charged herein are in reliance upon the foregoing limitations of liability.

Client hereby agrees to indemnify, defend, protect, and hold BBG, Inc. harmless from and against all claims, damages, losses and expenses, including attorneys' fees, expenses and costs, incurred upon investigating and defending any claim, action or proceeding arising from, or in any way connected to, relating to, or in any way pertaining to this engagement, this Appraisal and Consulting Services Agreement, or any services, reports, information, or opinions contained therein or presented.

Further, you acknowledge that any opinions and conclusions expressed by professionals employed by BBG, Inc. related to this agreement are representations made by them as employees and not as individuals. BBG, Inc.'s responsibility is limited to you as a Client. The use of BBG, Inc.'s product by third parties is not intended unless

Terms and Limiting Conditions of the Engagement

expressly stated and shall be solely at the risk of you and/or third parties. BBG, Inc. acknowledges that Client will be the end-user of, and can rely upon, the opinion and conclusions of BBG, Inc.

D) Confidentiality

The parties agree that (i) this Appraisal and Consulting Services Agreement and the terms contained herein, (ii) opinions or valuation conclusions, (iii) the identity of the analyst or the firm and any reference to the professional organization of which the appraiser is affiliated or to the designations thereof, and (iv) all information regarding the property of whatever nature made available to either party by the other (including all versions of BBG, Inc.'s final report and all prior drafts of same) and methods of each party revealed during the performance of the Services (altogether, collectively, the "Confidential Information") shall be treated as strictly confidential. Accordingly, neither party nor any employee, agent or affiliate thereof shall disclose the same to any third party without the written consent of other party and approval of Appraiser; provided, however, that, a party shall not hereby be precluded from disclosure of Confidential Information that may be compelled by legal requirements, or from disclosing this Appraisal and Consulting Services Agreement (and the terms contained herein) to its attorneys, accountants, auditors, lenders, and other professionals who may be bound to that party by duties of confidence.

Do not provide Personally Identifiable Information (PII) to BBG, Inc. or any of its agents. PII is any piece of information meant to identify a specific individual. This includes data such as a Social Security number, driver's license number and financial account numbers.

E) General Assumptions and Limiting Conditions

Appraisal services have been provided with the following general assumptions:

1. Notwithstanding that the Appraiser may comment on, analyze or assume certain conditions in the appraisal or consulting assignment, BBG, Inc. shall have no monetary liability or responsibility for alleged claims or damages pertaining to: (a) title defects, liens or encumbrances affecting the property; (b) the property's compliance with local, state or federal zoning, planning, building, disability access and environmental laws, regulations and standards; (c) building permits and planning approvals for improvements on the property; (d) structural or mechanical soundness or safety; (e) contamination, mold, pollution, storage tanks, animal infestations or other hazardous conditions affecting the property; and (f) other conditions and matters for which licensed real estate appraisers are not customarily deemed to have professional expertise. Accordingly:
 - a) The Appraiser has not conducted any engineering or architectural surveys in connection with this appraisal or consulting assignment. Information reported pertaining to dimensions, sizes, and areas is either based on measurements taken by the Appraiser or the Appraiser's staff or was obtained or taken from referenced sources and is considered reliable. The Appraiser and BBG, Inc. shall not be monetarily liable or responsible for or assume the costs of preparation or arrangement of geotechnical engineering, architectural, or other types of studies, surveys, or inspections that require the expertise of a qualified professional.
 - b) Unless otherwise stated in the written report or oral report, only the real property is considered, so no consideration is given to the value of personal property or equipment located on the premises or the costs of moving or relocating such personal property or equipment. Further, unless otherwise stated, it is assumed that there are no subsurface oil, gas or other mineral deposits or subsurface rights of value involved in this appraisal, whether they are gas, liquid, or solid. Further, unless otherwise stated, it is assumed that there are no rights associated with extraction or exploration of such elements considered. Unless otherwise stated it is also assumed that there are no air or development rights of value that may be transferred.
 - c) Any legal description or plats reported in the appraisal are assumed to be accurate. Any sketches, surveys, plats, photographs, drawings or other exhibits are included only to assist the intended user to better understand and visualize the subject property, the environs, and the competitive data. BBG, Inc. has made no survey of the property and assumes no monetary liability or responsibility in connection with such matters.
 - d) Title is assumed to be good and marketable, and in fee simple, unless otherwise stated in the report. The property is considered to be free and clear of existing liens, easements, restrictions, and encumbrances, except as stated. Further, BBG, Inc. assumes there are no private deed restrictions affecting the property which would limit the use of the subject property in any way, except as stated.

Terms and Limiting Conditions of the Engagement

- e) The appraisal report is based on the premise that there is full compliance with all applicable federal, state, and local environmental regulations and laws unless otherwise stated in the report; additionally, that all applicable zoning, building, and use regulations and restrictions of all types have been complied with unless otherwise stated in the report. Further, it is assumed that all required licenses, consents, permits, or other legislative or administrative authority, local, state, federal and/or private entity or organization have been or can be obtained or renewed for any use considered in the value opinion. Moreover, unless otherwise stated herein, it is assumed that there are no encroachments or violations of any zoning or other regulations affecting the subject property, that the utilization of the land and improvements is within the boundaries or property lines of the property described, and that there are no trespasses or encroachments.
- f) The American Disabilities Act (ADA) became effective January 26, 1992. The Appraiser has not made a specific compliance survey or analysis of the property to determine whether it is in conformity with the various detailed requirements of ADA. It is possible that a compliance survey of the property and a detailed analysis of the requirements of the ADA would reveal that the property is not in compliance with one or more of the requirements of the Act. If so, this fact could have a negative impact upon the value of the property. Since the Appraiser has no direct evidence relating to this issue, possible noncompliance with the requirements of ADA was not considered in estimating the value of the property.
- g) No monetary liability or responsibility is assumed for conformity to specific governmental requirements, such as fire, building, safety, earthquake, or occupancy codes, except where specific professional or governmental inspections have been completed and reported in the appraisal report or oral report.
- h) It is assumed the subject property is not adversely affected by the potential of floods unless otherwise stated herein. Further, it is assumed all water and sewer facilities (existing and proposed) are or will be in good working order and are or will be of sufficient size to adequately serve any existing or proposed buildings.
- i) Unless otherwise stated within the appraisal report or oral report, the depiction of the physical condition of the improvements described therein is based on visual inspection. No monetary liability or responsibility is assumed for (a) the soundness of structural members since no engineering tests were conducted; (b) the condition of mechanical equipment, plumbing, or electrical components, as complete tests were not made; and (c) hidden, unapparent or masked property conditions or characteristics that were not clearly apparent during the Appraiser's or Consultant's inspection.
- j) If building improvements are present on the site, it is assumed that no significant evidence of termite damage or infestation was observed during physical inspection, unless so stated in the appraisal report or oral report. Further, unless so stated in the report or oral report, no termite inspection report was available. No monetary liability or responsibility is assumed for hidden damages or infestation.
- k) Unless subsoil opinions based upon engineering core borings were furnished, it is assumed there are no subsoil defects present, which would impair development of the land to its maximum permitted use or would render it more or less valuable. No monetary liability or responsibility is assumed for such conditions or for engineering which may be required to discover them.
- l) BBG, Inc., excepting employees of BBG Assessment, Inc., and the appraiser(s) are not experts in determining the presence or absence of hazardous substances toxic materials, wastes, pollutants or contaminants (including, but not limited to, asbestos, PCB, UFFI, or other raw materials or chemicals) used in construction or otherwise present on the property. BBG, Inc. and the appraiser(s) assume no monetary liability or responsibility for the studies or analyses which would be required to determine the presence or absence of such substances or for loss as a result of the presence of such substances. The Client is free to retain an expert on such matters in this field; however, Client retains such expert at Client's own discretion, and any costs and/or expenses associated with such retention are the responsibility of Client.
- m) BBG, Inc. is not an expert in determining the habitat for protected or endangered species, including, but not limited to, animal or plant life (such as bald eagles, gophers, tortoises, etc.) that may be present on the property. BBG, Inc. assumes no monetary liability or responsibility for the studies or analyses which would be required to determine the presence or absence of such species or for loss as a result of the presence of such species. The Appraiser hereby reserves the right to alter, amend, revise, or rescind any of the value opinions contained within the appraisal report based upon any subsequent endangered species impact studies, research, and investigation that may be provided. However, it is assumed that no environmental impact studies were either requested or made in conjunction with this analysis, unless otherwise stated within the report.

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2. If the Client instructions to the Appraiser were to inspect only the exterior of the improvements in the appraisal process, the physical attributes of the property were observed from the street(s) as of the inspection date of the appraisal. Physical characteristics of the property were obtained from tax assessment records, available plans, if any, descriptive information, and interviewing the client and other knowledgeable persons. It is assumed the interior of the subject property is consistent with the exterior conditions as observed and that other information relied upon is accurate.
3. If provided, the opinion of insurable replacement cost is included at the request of the Client and has not been performed by a qualified insurance agent or risk management underwriter. This cost estimate should not be solely relied upon for insurable replacement cost purposes. The Appraisers are not familiar with the definition of insurable replacement cost from the insurance provider, the local governmental underwriting regulations, or the types of insurance coverage available. These factors can impact cost estimates and are beyond the scope of the intended use of this appraisal. The Appraisers are not cost experts in cost estimating for insurance purposes.
4. The dollar amount of any value opinion herein rendered is based upon the purchasing power and price of the United States Dollar as of the effective date of value. Any appraisal report is based on market conditions existing as of the effective date.
5. Any value opinions reported or expressed apply to the entire property. Any proration or division of the total into fractional interests will invalidate the value opinions, unless such proration or division of interests is set forth in the report. Any division of the land and improvement values stated herein is applicable only under the program of utilization shown. These separate valuations are invalidated for any other application.
6. Any projections of income and expenses, including the reversion at time of resale, are not predictions of the future. Rather, they are BBG, Inc.'s best estimate of current market thinking of what future trends will be. No warranty or representation is made that such projections will materialize. The real estate market is constantly fluctuating and changing. It is not the task of an appraiser to estimate the conditions of a future real estate market, but rather to reflect what the investment community envisions for the future in terms of expectations of growth in rental rates, expenses, and supply and demand. The forecasts, projections, or operating estimates contained herein are based on current market conditions, anticipated short-term supply and demand factors, and a continued stable economy. These forecasts are, therefore, subject to changes with future conditions.
7. The Appraiser assumes no monetary liability or responsibility for any changes in economic or physical conditions which occur following the effective date of value within this report that would influence or potentially affect the analyses, opinions, or conclusions in the report. Any subsequent changes are beyond the scope of the report.
8. Any proposed or incomplete improvements included in the appraisal report are assumed to be satisfactorily completed in a workmanlike manner or will be thus completed within a reasonable length of time according to plans and specifications submitted.
9. If the appraisal report has been prepared in a so-called "public non-disclosure" state, real estate sales prices and other data, such as rents, prices, and financing, are not a matter of public record. If this is such a "non-disclosure" state, although extensive effort has been expended to verify pertinent data with buyers, sellers, brokers, lenders, lessors, lessees, and other sources considered reliable, it has not always been possible to independently verify all significant facts. In these instances, the Appraiser may have relied on verification obtained and reported by appraisers outside of our office. Also, as necessary, assumptions and adjustments have been made based on comparisons and analyses using data in the report and on interviews with market participants. The information furnished by others is believed to be reliable, but no warranty is given for its accuracy.
10. Although the Appraiser has made, insofar as is practical, every effort to verify as factual and true all information and data set forth in this report, no responsibility is assumed for the accuracy of any information furnished the Appraiser either by the Client or others. If for any reason, future investigations should prove any data to be in substantial variance with that presented in this report, the Appraiser reserves the right to alter or change any or all analyses, opinions, or conclusions and/or opinions of value.
11. The right is reserved by the Appraiser to make adjustments to the analyses, opinions, and conclusions set forth in the appraisal report as may be required by consideration of additional or more reliable data that may become available. No change of this report shall be made by anyone other than the Appraiser or Consultant. The Appraiser shall have no monetary liability or responsibility for any unauthorized change(s) to the report.
12. The submission of the appraisal report constitutes completion of the services authorized and agreed upon unless other services are provided for in this agreement. Such report is submitted on the condition the Client will provide reasonable notice and customary compensation, including expert witness fees, relating to any

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subsequent required attendance at conferences, depositions, or judicial or administrative proceedings, unless otherwise defined herein. In the event the Appraiser is subpoenaed for either an appearance or a request to produce documents, a best effort will be made to notify the Client immediately. Unless paid in whole or in part by the party issuing the subpoena or by another party of interest in the matter, the Client is responsible for all unpaid fees resulting from the appearance or production of documents regardless of who orders the work. A payment agreement must be reached in advance of the Appraiser providing such services.

13. Client shall not disseminate, distribute, make available or otherwise provide any appraisal report prepared hereunder to any third party (including without limitation, incorporating or referencing the report, in whole or in part, in any offering or other material intended for review by other parties) except to (a) any third party expressly acknowledged in a signed writing by Appraiser as an "Intended User" of the report provided that either Appraiser has received an acceptable release from such third party with respect to such report or Client provides acceptable indemnity protections to Appraiser against any claims resulting from the distribution of the report to such third party, (b) any third party service provider (including rating agencies and auditors) using the report in the course of providing services for the sole benefit of an Intended User, or (c) as required by statute, government regulation, legal process, or judicial decree. In the event Appraiser consents, in writing, to Client incorporating or referencing the report in any offering or other materials intended for review by other parties, Client shall not distribute, file, or otherwise make such materials available to any such parties unless and until Client has provided Appraiser with complete copies of such materials and Appraiser has approved all such materials in writing. Client shall not modify any such materials once approved by Appraiser. In the absence of satisfying the conditions of this paragraph with respect to a party who is not designated as an Intended User, the receipt of a report by such party shall not confer any right upon such party to use or rely upon such report, and Appraiser shall have no liability for such unauthorized use or reliance upon such report. In the event Client breaches the provisions of this paragraph, Client shall indemnify, defend and hold Appraiser, and its affiliates and their officers, directors, employees, contractors, agents and other representatives (Appraiser and each of the foregoing an "Indemnified Party" and collectively the "Indemnified Parties"), fully harmless from and against all losses, liabilities, damages and expenses (collectively, "Damages") claimed against, sustained or incurred by any Indemnified Party arising out of or in connection with such breach, regardless of any negligence on the part of any Indemnified Party in preparing the report.

LEGAL DESCRIPTION

LEGAL DESCRIPTION:

PARCEL "A", "ENGSTROM PLAT", ACCORDING TO THE PLAT THEREOF, AS RECORDED IN PLAT BOOK 152, PAGE 45, PUBLIC RECORDS OF BROWARD COUNTY, FLORIDA, **LESS AND EXCEPT**: THE NORTH 15 FEET THEREOF, AS TAKEN BY THE CITY OF POMPANO BEACH, BY VIRTUE OF ORDER OF TAKING RECORDED IN OFFICIAL RECORDS BOOK 30362, PAGE 53, PUBLIC RECORDS OF BROWARD COUNTY, FLORIDA.

BEGIN AT THE SOUTHEAST CORNER OF SAID PARCEL "A", SAID POINT BEING ON THE EAST LINE OF SAID PARCEL "A" AND THE NORTH RIGHT-OF-WAY LINE OF WEST ATLANTIC BOULEVARD (STATE ROAD 814); THENCE SOUTH 88°50'44" WEST, ALONG SAID NORTH RIGHT-OF-WAY LINE, A DISTANCE OF 272.77 FEET; THENCE NORTH 46°11'32" WEST, A DISTANCE OF 42.40 FEET TO A POINT ON THE EAST RIGHT-OF-WAY LINE OF NW 30TH AVENUE; THENCE NORTH 01°13'47" WEST, ALONG SAID EAST RIGHT-OF-WAY LINE, A DISTANCE OF 149.21 FEET; THENCE NORTH 88°51'33" EAST, A DISTANCE OF 302.95 FEET TO A POINT ON THE EAST LINE OF SAID PARCEL "A"; THENCE SOUTH 01°09'31" EAST, ALONG SAID EAST LINE, A DISTANCE OF 1789.10 FEET TO THE POINT OF BEGINNING.

TOGETHER WITH ROAD RIGHT-OF-WAY VACATED PER THE CITY OF POMPANO BEACH, BROWARD COUNTY, FLORIDA ORDINANCE NO. 2012-42 RECORDED IN OFFICIAL RECORDS BOOK 49563, PAGE 1610 AND THE CITY OF POMPANO BEACH, BROWARD COUNTY, FLORIDA ORDINANCE NO. 2013-42 RECORDED IN OFFICIAL RECORDS BOOK 49693, PAGE 1308, PUBLIC RECORDS OF BROWARD COUNTY, FLORIDA.

ALSO LESS AND EXCEPT THAT PORTION CONVEYED TO THE CITY OF POMPANO BEACH, BROWARD COUNTY, FLORIDA BY THAT CERTAIN QUIT CLAIM DEED RECORDED IN OFFICIAL RECORDS BOOK 50783, PAGE 333, PUBLIC RECORDS OF BROWARD COUNTY, FLORIDA.