

MEMORANDUM
DEPARTMENT OF NATURAL RESOURCES

State of Alaska
DIVISION OF AGRICULTURE
1800 Glenn Highway, Suite 12
Palmer, Alaska 99645-6736

TO: Board of Agriculture and Conservation **DATE:** September 30, 2009
THRU: Franci Havemeister, Director
FROM: Ray Nix, Asset Manager **TELEPHONE NO.:** 761-3870
SUBJECT: ARLF Asset Report
August/September 2009

Palmer Feed Mill Property (ARLF Sale #09-01):

The board authorized the Director or designee to dispose of the ARLF real property described as Tract A-1 of Alaska State Land Survey (ASLS) 960004, located at 513 South Valley Way Palmer, Alaska by Competitive Sealed Bid with a minimum acceptable bid of \$975,000 and additionally subject to ARLF Financing subject to BAC approval (No guarantee of ARLF Financing), Minimum of \$25,000 Bid Deposit, Minimum of 10% down payment, Terms not to exceed Thirty Years, Seven Percent Interest Rate, and an OTC Offering in the event no responsive bids are received. *ARLF Sale #09-01 was publicly noticed in July. Interest in the offering was minimal. The deadline for receipt of bids was September 30, 2009. No responsive bids were received. The property is currently available for purchase in an OTC offering.*

Fromong/Wartburg Replat request

Sharon Fromong and Michael Wartburg purchased ARLF property located in Anchor Point consisting of five parcels of land. The BAC approved ARLF contract financing; and the transaction (AG20004) closed on July 10th, 2009. *The purchasers are interested in obtaining a loan thru a different lender to pay off AG20004. They have requested (see attached) the board sign off on a re-plat for that purpose. The Division plans to move forward with signing off on a re-plat combining the five parcels into one parcel unless there is an objection from the BAC.*