

# **AGRICULTURAL REVOLVING LOAN FUND**

## **Notes to Financial Statements for April, 2015 - FY15**

### **Statement of Revenues, Expenses, and Changes in Fund Equity**

1. \$37,408 was recorded as interest income. For comparison, March 2015 interest income was \$42,864. Total interest income for July 2014 through April 2015 is \$430,971.
2. \$(13,031) was recorded as ARLF operating expenses.
3. Net operating income was \$24,547.  
Mt. McKinley Meat and Sausage Plant income for the period (Non-Operating Activity) was recorded at \$3,181.

### **Comparative Balance Sheet**

1. \$9,067,027 was ARLF cash balance on April 30, 2015. For comparison, ARLF cash balance on April 30, 2014 was \$7,369,846.
2. \$9,149,761 was ARLF loans receivable account balance. For comparison, ARLF loans receivable balance on April 30, 2014 was \$11,424,892.

### **Mt. McKinley Meat and Sausage Plant Statement of Revenues and Expenses**

1. \$131,310 was recorded as total revenues for the month. For comparison, March 2015 revenue account balance was \$78,363.
2. \$(128,129) was recorded as total expenses for the month. For comparison, March 2015 expenses account balance was \$(120,412).
3. Fiscal Year-to-Date Loss was \$(76,607).

### **Loan Activity/Cash outflows**

1. \$420,000 is the total amount of loans approved since the beginning of the fiscal year 2015.

**AGRICULTURAL REVOLVING LOAN FUND**  
**Statement of Revenues, Expenses, and Changes in Fund Equity**  
**For Month ended April 30, 2015**

	<b>April</b>	<b>Fiscal Year to Date</b>
<b>Operating Revenues</b>		
Interest Income	\$ 37,408	\$ 430,971
Services (legal, clerical, loan fees, sale products)	50	400
Late Payment Penalties	119	1,391
Rents, including leasehold credits	-	3,926
CRP Revenue	-	-
Uncollectible Amounts Recovered	-	-
Recovery of Expenses	-	6,733
Fines & Forfeitures	-	-
Transfers in from Other Funds	-	-
Sale of Assets	-	-
<b>Total Operating Revenues</b>	<b>37,578</b>	<b>443,421</b>
<b>Operating Expenses:</b>		
Personal Services	13,213	124,301
Travel	350	5,150
Contractual Services	(721)	125,146
Commodities	189	3,979
<b>Total Operating Expenses</b>	<b>13,031</b>	<b>258,577</b>
<b>Net Operating Income (Loss)</b>	<b>24,547</b>	<b>184,844</b>
<b>Non-Operating Income (Expenses):</b>		
MMM&S Revenues	131,310	1,395,251
Mt. McKinley Meat & Sausage Plant	(128,129)	(1,471,858)
Mt. McKinley Meat & Sausage Plant Net Income (loss)	<b>3,181</b>	<b>(76,607)</b>
Income (Loss) Sale of Fixed Assets	-	-
Bad Debt Expense	-	-
Depreciation Expense	-	-
<b>Total Non-Operating Income / (Expenses)</b>	<b>3,181</b>	<b>(76,607)</b>
<b>Current Period Earnings (Loss)</b>	<b>\$ 27,728</b>	<b>\$ 108,237</b>
<b>Fund Equity, June 30, 2014</b>		<b>\$ 22,554,944</b>
<b>Fund Equity, April 30, 2015</b>		<b>\$ 22,663,181</b>

**AGRICULTURAL REVOLVING LOAN FUND**  
**Comparative Balance Sheet**  
**April 30, 2015**

<b><u>ASSETS</u></b>	<b>April 2015</b>	<b>March 2015</b>	<b><u>LIABILITIES</u></b>	<b>April 2015</b>	<b>March 2015</b>
<b>Current Assets</b>			<b>Short Term Liabilities</b>		
Cash	\$ 9,067,027	\$ 9,013,395	Warrants Outstanding	\$ 3,811	\$ 18,298
Receivables			Accounts Payable	-	355
ARLF Loans	9,149,761	9,173,307	Accrued Payables	195,690	195,690
Land Sale Contracts	1,261,436	1,263,637	Accrued Vacation Leave	32,663	32,663
Notes Receivable	27,518	27,518	Trust Account	625	625
Judgments	-	-			
Accrued Interest	-1- 80,495	80,495	<b>Total Short Term Liabilities</b>	<b>232,789</b>	<b>247,631</b>
Accrued Penalties	-1- 186	186			
Leases/Accounts Receivable	-1- -	-	<b>Due to Other Funds</b>		
Protection of Collateral	-	-	Due to General Fund	-3- (1,044,421)	(1,044,421)
Less Allowances:			Allow for AFC stock	-3- 1,044,421	1,044,421
Doubtful Accounts	-2- 60	60	Due to School Fund	-3- -	-
Net Receivables	10,519,455	10,545,202			
			<b>Total Due to Other Funds</b>	<b>-</b>	<b>-</b>
Outstanding Loan Warrants	-	15,000			
Repossessed Inventory	-	-	<b>Long Term Liabilities</b>		
			Accrued Pension Adjustment	-	-
<b>Total Current Assets</b>	<b>19,586,483</b>	<b>19,573,597</b>	<b>Total Long Term Liabilities</b>	<b>-</b>	<b>-</b>
<b>Due from Other Funds</b>			<b>TOTAL LIABILITIES</b>	<b>232,789</b>	<b>247,631</b>
Due from GF	-	-			
Due from Mental Health	-	-			
			<b>FUND EQUITY</b>		
<b>Total Due from Other Funds</b>	<b>-</b>	<b>-</b>	Fund Equity, Beginning	22,554,944	22,554,944
			Current Year Earnings (Loss)	108,237	80,509
<b>Other Assets</b>					
Investments:			<b>TOTAL FUND EQUITY</b>	<b>22,663,181</b>	<b>22,635,453</b>
Alaska Farmers Coop	2,787,153	2,787,153			
Repossessed Property	1,047,619	1,047,619			
Less Accum. Deprec	(525,285)	(525,285)			
Other Assets	-	-			
<b>Net Other Assets</b>	<b>3,309,487</b>	<b>3,309,487</b>	<b>TOTAL LIABILITIES &amp; FUND EQUITY</b>	<b>\$22,895,970</b>	<b>\$22,883,084</b>
<b>TOTAL ASSETS</b>	<b>\$22,895,970</b>	<b>\$22,883,084</b>			

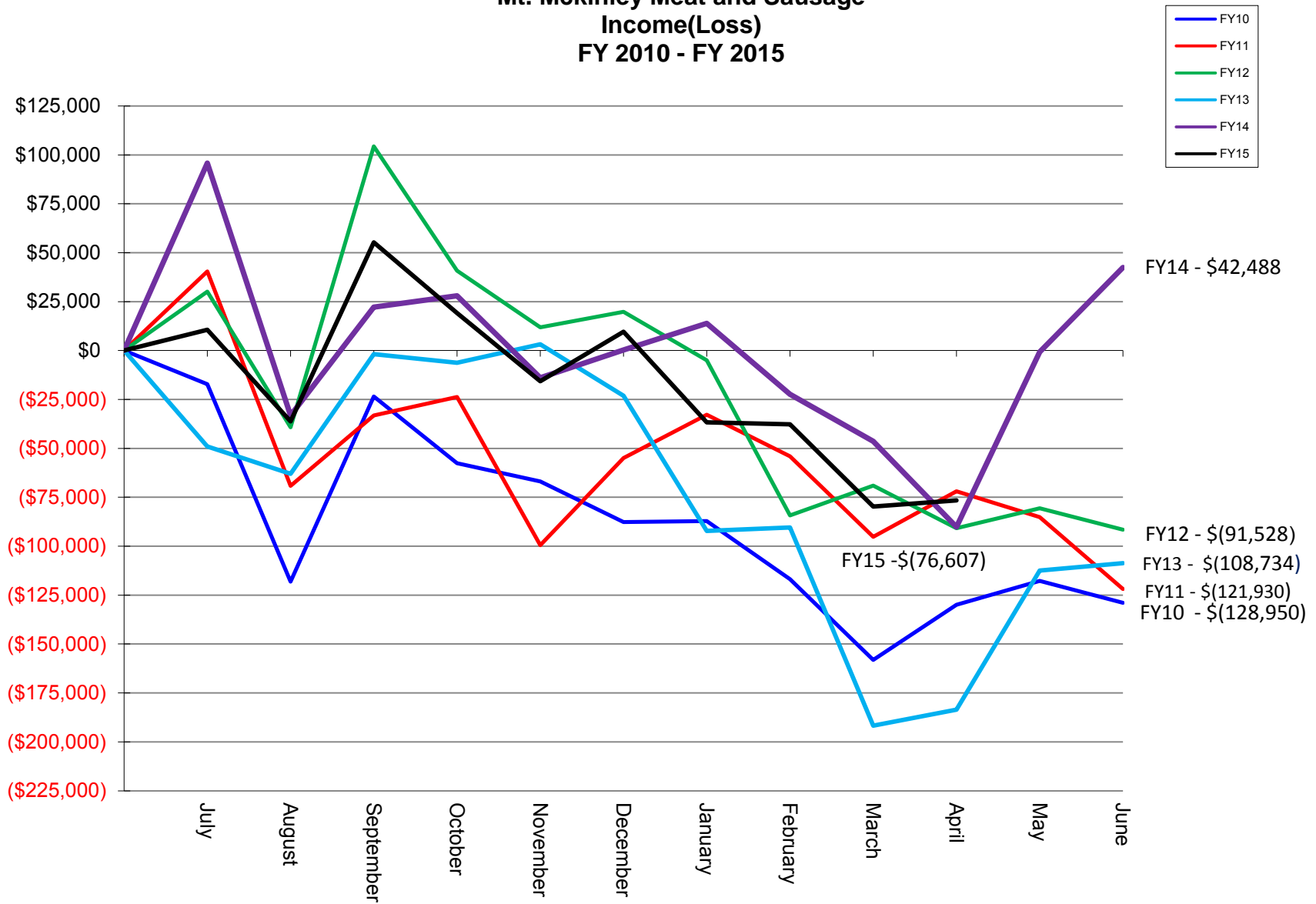
**Footnotes:**

- Adjustments to Accrued Interest, Accrued Penalties, and Leases Receivable are posted only on June 30.
- The Allowance for Doubtful Accounts applies only to the principal balance.
- Includes amounts due to other funds from: a) outstanding land sale contracts on repossessed property; and b) preferred stock issued to ARLF for ARLF and General Fund loans.

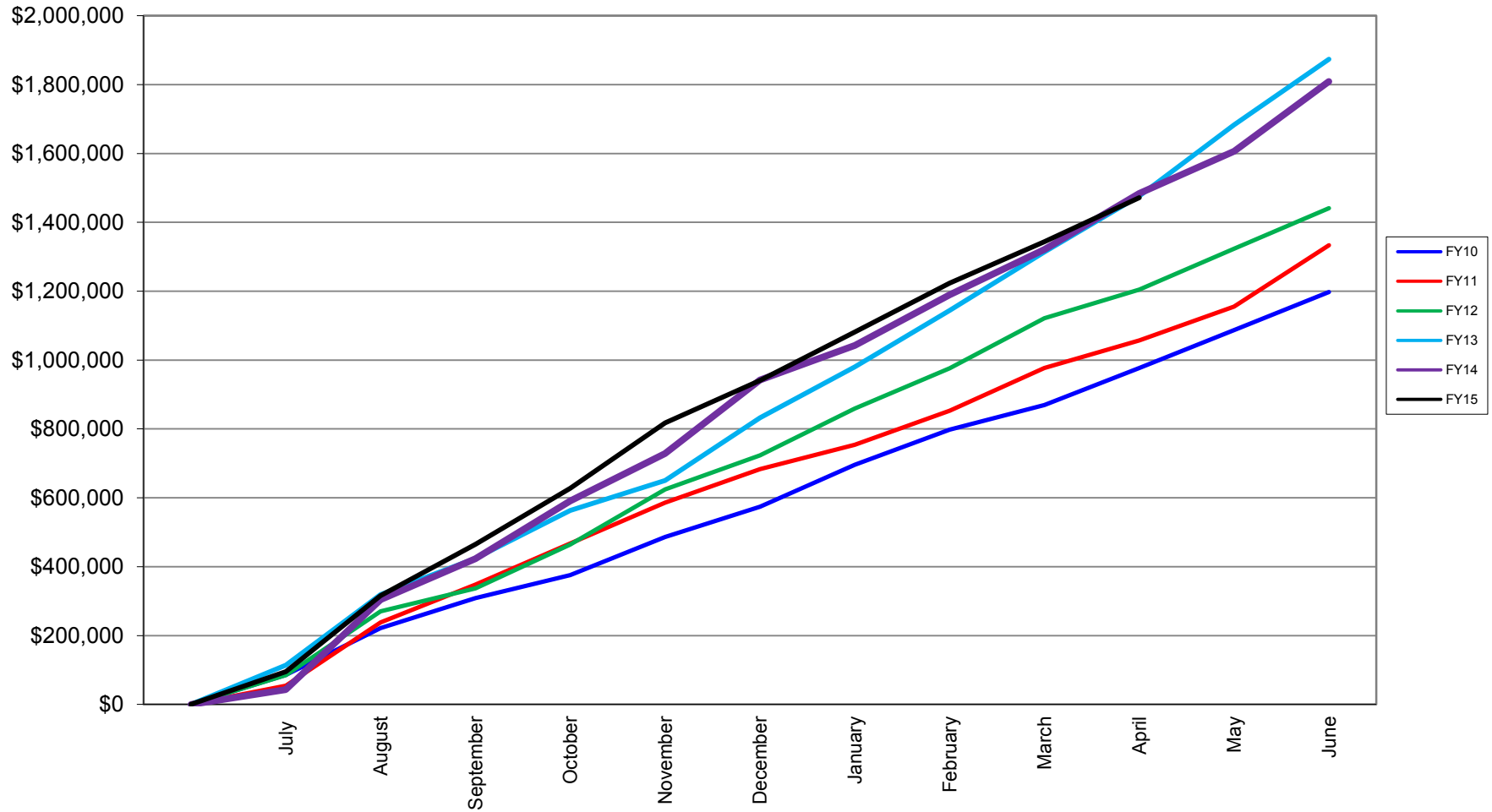
**Mt McKinley Meat and Sausage**  
**AGRICULTURAL REVOLVING LOAN FUND**  
**Statement of Revenues and Expenses**  
**For Month ended April 30, 2015**

	<u>April</u>	<u>Fiscal Year-to-Date</u>
<b>Revenues:</b>		
Services	\$ 8,774	\$ 145,165
Sale of Products	120,903	1,234,484
Freight	1,634	15,603
<b>Total Revenues</b>	<b>131,310</b>	<b>1,395,251</b>
<b>Expenses:</b>		
Personal Services	28,448	290,229
Travel	-	-
Contractual Services	15,496	147,517
Commodities	84,185	1,034,112
<b>Total Expenses</b>	<b>128,129</b>	<b>1,471,858</b>
<b>Net Earnings / (Loss)</b>	<b><u>\$ 3,181</u></b>	<b><u>\$ (76,607)</u></b>

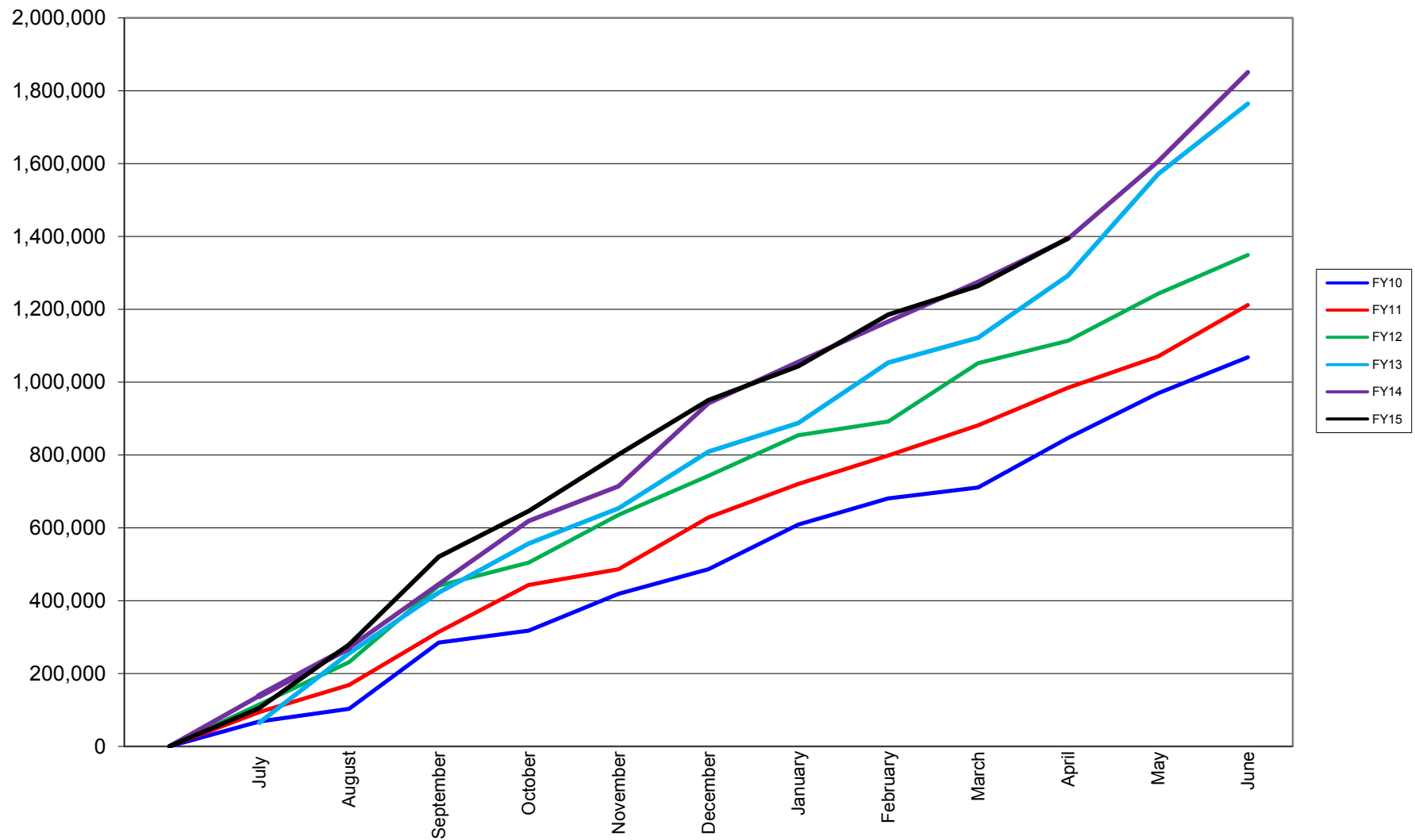
# **Mt. McKinley Meat and Sausage Income(Loss) FY 2010 - FY 2015**



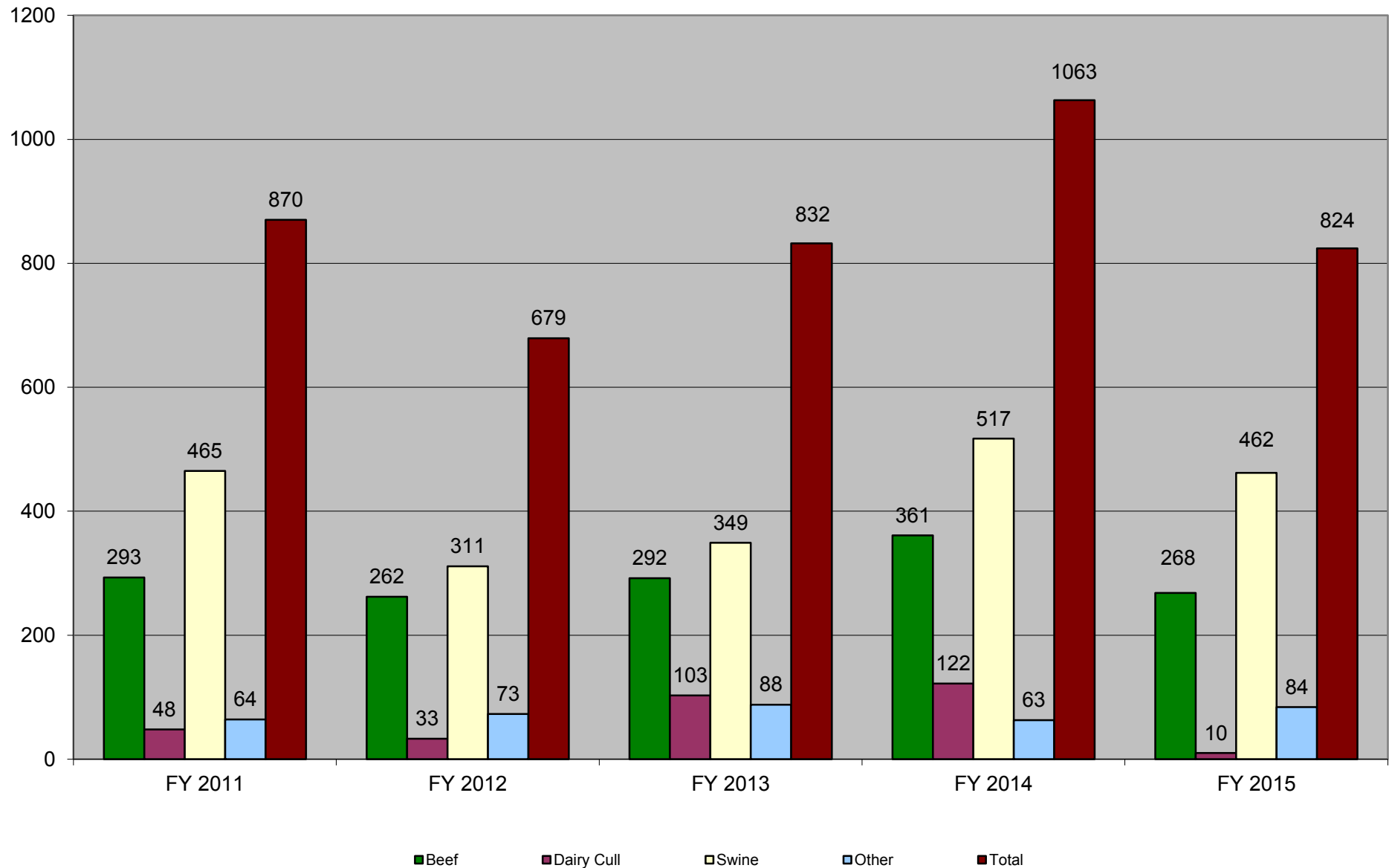
**Mt McKinley Meat and Sausage  
Cumulative Expenses  
July 2009 - April 2015**



**Mt Mckinley Meat and Sausage  
Revenue Trend  
July 2009 - April 2015**

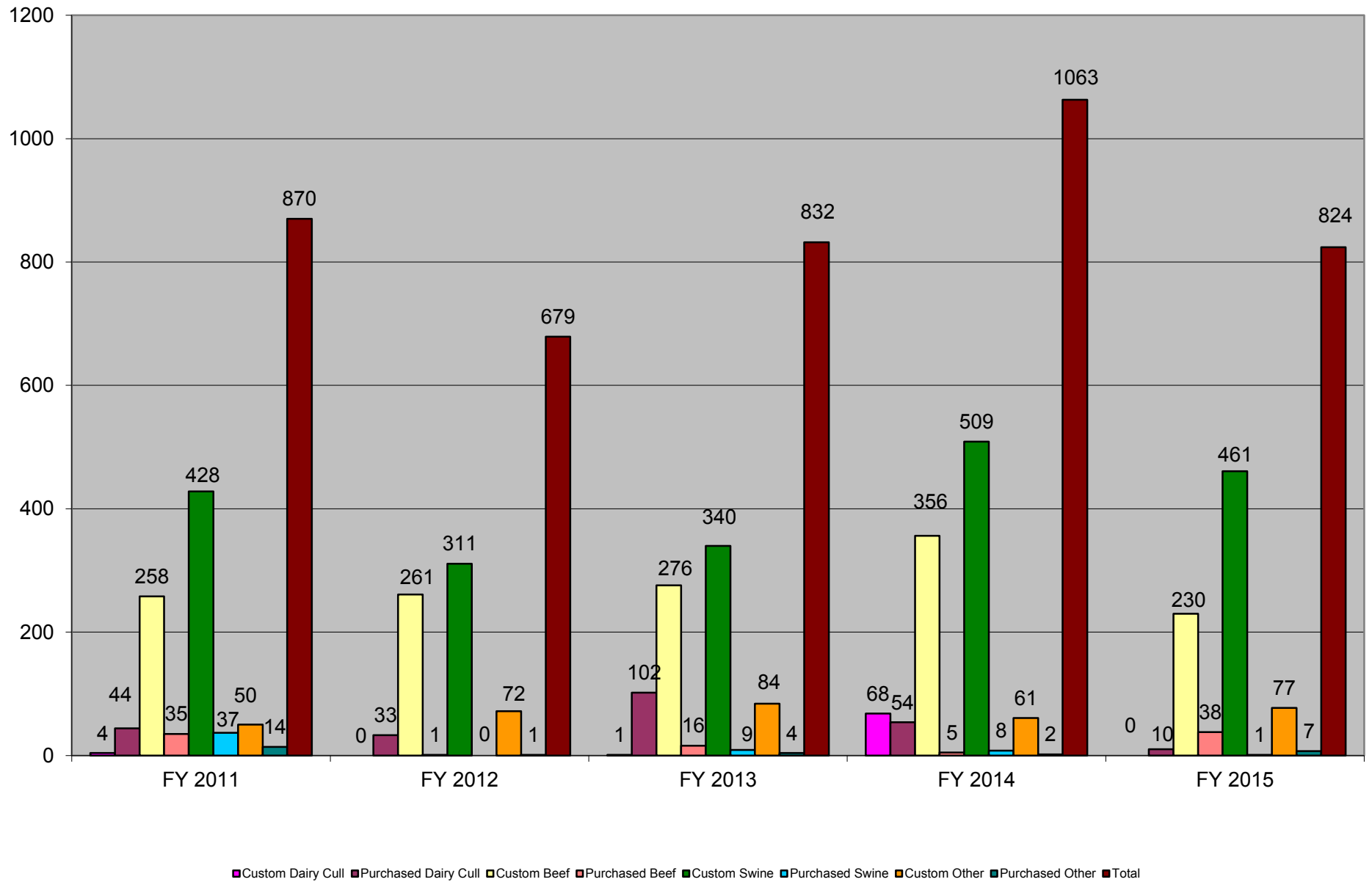


## MMM&S Slaughter Statistics by Fiscal Year and Type As of April 30, 2015 - FY15





**MMM&S Custom and Purchased Statistics by Fiscal Year  
As of April 30, 2015 - FY15**



**AGRICULTURAL REVOLVING LOAN FUND**  
**Loan Activity Report / Undistributed Warrants**  
**As of May 29, 2015 - FY 15**

Borrower	LO	Loan #	Date Approved	Note Date	Amount Approved	Warrants		Available Balance	Amount Distributed to Borrower	Undistributed Warrants
						Issued	#			
Wrigley Farms, LLC	1	P-1008	8/26/2014	9/2/2014	100,000.00	68,338.46	5	31,661.54	68,338.46	0.00
Mugrage, Scott & Julia	1	S-5480	2/26/2015	3/6/2015	100,000.00	75,386.00	4	24,614.00	50,386.00	25,000.00
Hawks Farm & Garden, Inc	1	S-5481	2/26/2015	3/2/2015	60,000.00	15,338.00	2	44,662.00	15,338.00	0.00
Brost, Wayne & Veronica	1	S-5482	4/23/2015	4/23/2015	100,000.00	100,000.00	1	0.00	0.00	100,000.00
Williams, Thomas	1	S-5483	4/23/2015	5/1/2015	60,000.00	60,000.00	2	0.00	60,000.00	0.00
<b>5 TOTALS</b>					<b>\$420,000.00</b>	<b>\$319,062.46</b>	<b>14</b>	<b>\$100,937.54</b>	<b>\$194,062.46</b>	<b>\$125,000.00</b>

**AGRICULTURAL REVOLVING LOAN FUND**  
**Real and Personal Property Inventory**  
**30-Apr-15**

Former Borrower/ Prospective New Owner	LO	Location	Acres	Date Placed in Service	Fair Market Value at Repossession				Accum Dep. 6/30/2014	Liabilities		Lease Information					Remarks	YR	Method	Fair Market Value					
					Land	Buildings	Mach / Equip	Total Value		Amt 6/30/14	Owed To	Amount	Lessee	Lease #	Exp Date	Inspect Date				Land/ Structures	Improve- ments	Total Value			
Reposessed Property (Account # 10860 and Accum Depr # 10862)																									
UNENCUMBERED ASSETS																									
Feed Mill, Tract A-1 (10860)	1	Palmer	3	4/1/84	\$129,120	\$14,040	\$14,400	\$157,560							2012	ARLF OTC #09-01	15	Tax Assmt	\$405,100		\$405,100				
ASSETS with ASSOCIATED PERMITS																									
Mt. McKinley Meat	1	Palmer	4	12/1/86	42,000	595,592.00	73,907.00	711,499	517,600						2012	No planned disposal	15	Tax Assmt	424,100		424,100				
LONG TERM LEASES																									
Alaska Farm Coop	1	Delta	20	9/3/93	94,080			94,080			0.50 /Yr	AK Farm C	LSE-021	6/30/18	Apr-09	FS; Hanson Rd/98% ownr	15	Tax Assmt	48,000	687,000	735,000				
Alaska Farm Coop	1	Delta	1	9/3/93	74,480			74,480			0.50 /Yr	AK Farm C	LSE-022	6/30/18	Apr-09	FS; Delta/98% ownrshp	15	Tax Assmt	45,000	109,000	154,000				
Sub-Total Long Term Leases					168,560	-	-	168,560	-	-													93,000	796,000	889,000
LAND OWNED BY OTHER STATE AGENCIES - REVENUE RIGHTS ONLY																									
Umnak Slaughter Fac	1	Umnak Is	6,598	1/1/07		10,000.00		10,000	7,685		3,926.00 /Yr	BPR & ANI	20043	12/31/31	Jul-99	Land owned by DOT, Bldg owned by ARLF	05	Est		50,000.00	50,000.00				
Total - Reposessed Property					\$ 339,680	\$ 619,632	\$ 88,307	\$ 1,047,619	\$ 525,285	rounded													\$ 922,200	\$ 846,000	\$1,768,200

<b>LEGEND</b>			<b>AMTA:</b> Agriculture Marketing Transaction Act
<b>FCP:</b> Farm Conservation Plan	<b>FS:</b> Fee Simple		
<b>CRP:</b> Conservation Recovery Program	<b>RFP:</b> Request for Proposal		

**Subsidiary Ledger**  
**ARLF - Machinery, Equipment, and Building Inventory**  
**April 30, 2015**

**ASSETS with ASSOCIATED PERMITS, AGREEMENTS OR LEASES 10860**

Item	LO	Qty	Former Owner	Date Acquired by ARLF	Date Placed in Service	Booked FMV on Date Acquired		Accum Depr 6/30/2014	Location	Remarks
						Each	Total			
Equipment, misc	1		Feed Mill, Tract A-1	01-Apr-84	01-Apr-84	14,400.00	14,400.00			
<b>Subtotal Mach &amp; Equip</b>							<b>14,400.00</b>			
Building	1	1	Feed Mill, Tract A-1	01-Apr-84	01-Apr-84	14,040.00	14,040.00			
<b>Subtotal Building</b>							<b>14,040.00</b>			
<b>Total Feed Mill, Tract A-1</b>							<b>28,440.00</b>			

<b>Mt McKinley Meats</b>										
Compressor	1	1	Mt. McKinley Meats	19-Aug-97	01-Oct-97	5,363.00	5,363.00	5,363.00		
Water Heater	1	1	Mt. McKinley Meats	01-Mar-13	01-Mar-13	17,558.00	17,558.00	1,560.71		
Water Tanks	1	3	Mt. McKinley Meats	08-May-13	01-Jun-13	14,481.00	14,481.00	3,137.55		
Sanitation Tank	1	1	Mt. McKinley Meats	16-Mar-13	16-Mar-13	700.00	700.00	301.33		
Vacuum Sealer	1	1	Mt. McKinley Meats	16-Mar-13	16-Mar-13	3,100.00	3,100.00	1,334.72		
Freezer Evaporator	1	1	Mt. McKinley Meats	15-Oct-13	01-Nov-13	9,331.00	9,331.00	1,244.13		
Vacuum Stuffer	1	1	Mt. McKinley Meats	02-Dec-13	01-Jan-14	18,750.00	18,750.00	1,875.00		
Gas Boiler	1	1	Mt. McKinley Meats	06-Dec-13	01-Jan-14	4,624.00	4,624.00	462.40		
<b>Subtotal Mach &amp; Equip</b>							<b>73,907.00</b>	<b>15,278.85</b>		
Building	1	1	Mt. McKinley Meats	01-Dec-86	01-Dec-86	326,600.00	326,600.00	326,600.00		
Boiler upgrade	1	1	Mt. McKinley Meats	01-May-97	01-Oct-97	15,000.00	15,000.00	10,200.00		
Boiler upgrade	1	1	Mt. McKinley Meats	25-Aug-97	01-Oct-97	41,236.40	41,236.40	28,040.74		
Boiler upgrade	1	1	Mt. McKinley Meats	01-Nov-97	01-Feb-98	48,931.70	48,931.70	33,273.61		
Boiler upgrade	1	1	Mt. McKinley Meats	01-Feb-98	01-Feb-98	8,849.90	8,849.90	6,017.98		
Boiler upgrade	1	1	Mt. McKinley Meats	30-Jun-03	30-Jun-03	4,974.00	4,974.00	2,188.76		
Roof	1	1	Mt. McKinley Meats	30-Sep-98	01-Oct-98	150,000.00	150,000.00	96,000.00		
<b>Subtotal Building</b>							<b>595,592.00</b>	<b>502,321.08</b>		
<b>Total Mt. McKinley Meats</b>							<b>669,499.00</b>	<b>517,599.93</b>		
<b>Umnak Slaughter Facility</b>										
Building	1	1	Umnak Slghtr Fac.	01-Mar-95	01-Mar-95	10,000.00	10,000.00	7,685.00		
<b>Subtotal Building</b>							<b>10,000.00</b>	<b>7,685.00</b>		
<b>Total Umnak Slaughter Facility</b>							<b>10,000.00</b>	<b>7,685.00</b>		

**Total Accumulated Depreciation**

**525,285**