

Introduced by: Mayor
Date: 08/09/22
Hearing: 08/23/22
Action: Enacted
Vote: 8 Yes, 0 No, 1 Absent

**KENAI PENINSULA BOROUGH
ORDINANCE 2022-19-08**

**AN ORDINANCE AUTHORIZING THE ACQUISITION OF REAL PROPERTY
LOCATED IN ANCHOR POINT, ALASKA ON BEHALF OF WESTERN EMERGENCY
SERVICES THROUGH AN INTERFUND LOAN FROM THE LAND TRUST
INVESTMENT FUND, APPROPRIATING LOAN PROCEEDS FOR THE PROPERTY
ACQUISITION, AND APPROPRIATING WESTERN EMERGENCY SERVICE AREA
OPERATING FUNDS FOR THE ANNUAL LOAN PAYMENT TO THE LAND TRUST
INVESTMENT FUND**

WHEREAS, the Kenai Peninsula Borough’s Western Emergency Service Area (“WESA”) provides for the operation of fire and emergency service operations serving borough residents and visitors within the service area and mutual aid areas; and

WHEREAS, the WESA Anchor Point Station 3 is an important facility serving a growing area on the Kenai Peninsula as a point of operational command, equipment storage, servicing, and deployment; and

WHEREAS, WESA is currently under a five-year lease, at \$2,000.00 per month, for a portion of the subject property, for the storage and maintenance of a ladder truck and emergency related equipment; and

WHEREAS, the proposed purchase involves four parcels under the ownership of two separate owners immediately adjacent to the existing WESA Anchor Point Station 3; and

WHEREAS, acquisition of the subject properties will provide WESA the land holdings necessary for immediate use and future expansion; and

WHEREAS, the funding for the acquisition will be provided though an interfund loan to WESA from the Land Trust Investment Fund (“LTIF”) as outlined by Ordinance 2018-29 and KPB 5.10.200, in addition to funds appropriated from the FY2023 WESA budget; and

WHEREAS, WESA will make efforts to recover land acquisition costs through grants or other funding assistance when eligible; and

WHEREAS, the Western Emergency Service Area Board at its July 13, 2022, meeting unanimously recommended to proceed with the proposed acquisition; and

WHEREAS, the Kenai Peninsula Borough Planning Commission, at its regular meeting of August 8, 2022, recommended enactment by unanimous consent;

NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

SECTION 1. That the assembly finds that purchasing the following described real property pursuant to KPB 17.10.040 is in the best interest of the borough:

Clark Properties:

LOT 20, 21, and 24, SPRUCE ACRES SUBDIVISION, ACCORDING TO PLAT NUMBER 60-45, RECORDS OF THE HOMER RECORDING DISTRICT, THIRD JUDICIAL DISTRICT, STATE OF ALASKA. (Parcel Numbers: 165-170-24, 165-170-27, 165-170-22)

Andrews Property:

LOT 22, SPRUCE ACRES SUBDIVISION, ACCORDING TO PLAT NUMBER 60-45, RECORDS OF THE HOMER RECORDING DISTRICT, THIRD JUDICIAL DISTRICT, STATE OF ALASKA. (Parcel Number: 165-170-26)

SECTION 2. That the terms and conditions substantially in the form of the purchase agreements accompanying this ordinance are hereby approved. The purchase price shall be \$660,000.00 for the Clark properties and \$75,000.00 for the Andrews property, plus surveying, title, closing costs, and due diligence fees not to exceed \$20,000.00, for a total not to exceed \$755,000.00.

SECTION 3. That this acquisition is for immediate use and future expansion of fire and emergency medical services by WESA.

SECTION 4. That the above-described land is classified under KPB 17.10.080 as “Government” for the property to be held and used for fire and EMS.

SECTION 5. An interfund loan through the LTIF to WESA is authorized as provided in KPB 5.10.200(B)(10) for the acquisition of real property described in Section 1.

SECTION 6. That the LTIF interfund loan shall be for an amount up to \$755,000 at the prime rate on the enactment date of this ordinance, to be repaid by WESA on a ten-year term in equal annual installments.

SECTION 7. The mayor is authorized to execute any and all documents necessary to purchase the real property described in Section 1 in accordance with the terms and conditions contained in this ordinance and the accompanying purchase agreements, consistent with applicable provisions of KPB Chapter 17.10 along with any documents necessary to implement the authorized LTIF interfund loan to WESA and repayment thereof.

SECTION 8. That \$52,560 is appropriated from the Western Emergency Service Area Operating Fund Balance to account 209.51410.50252 for the first of ten annual loan payments to the LTIF.

SECTION 9. That up to \$755,000 in loan proceeds from the LTIF are appropriated to the Western Emergency Service Area Capital Project Fund account 444.51410.23WLD.49999 for the acquisition and related costs of the property listed in Section 1 above.

SECTION 10. That appropriations made in Section 9 of this ordinance are project length in nature and as such do not lapse at the end of any particular fiscal year.

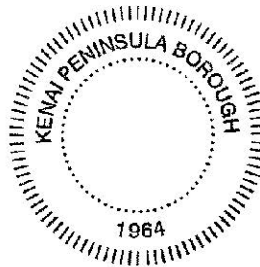
SECTION 11. That this ordinance shall be effective immediately upon adoption.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 23RD DAY OF AUGUST, 2022.


Brent Johnson, Assembly President

ATTEST:


John Blankenship, MMC, Borough Clerk



Yes: Bjorkman, Chesley, Cox, Ecklund, Elam, Hibbert, Tupper, Johnson
No: None
Absent: Derkevorkian

PURCHASE AGREEMENT

This Purchase Agreement (hereinafter the "Agreement") is made by and between Thomas Clark, whose address is P.O. Box 962, Anchor Point, AK 99603, (hereinafter referred to as "SELLER") and the KENAI PENINSULA BOROUGH, an Alaska municipal corporation, as buyer whose address is 144 North Binkley Street, Soldotna, Alaska 99669 (hereinafter referred to as "KPB").

WHEREAS, SELLER is the owner of that real property located in the Homer Recording District, Third Judicial District, State of Alaska, and more particularly described as follows:

LOT 20, 21, and 24, SPRUCE ACRES SUBDIVISION, ACCORDING TO PLAT NUMBER 60-45, RECORDS OF THE HOMER RECORDING DISTRICT, THIRD JUDICIAL DISTRICT, STATE OF ALASKA. (Parcel Numbers: 165-170-24, 165-170-27, 165-170-22)

**72405 and 72470 Clutts, Anchor Point, AK 99556
72485 Rose Ave, Anchor Point, AK 99556**

WHEREAS, KPB has offered to buy, and SELLER is willing to sell the Property as evidenced by this Agreement; and

NOW THEREFORE, in consideration of the conditional promises herein contained, SELLER hereby agrees to sell to KPB, and KPB hereby agrees to buy from SELLER, the Property on the terms and conditions as set forth below:

1. PURCHASE PRICE

The purchase price of the Property is Six Hundred and Sixty Thousand Dollars and NO cents (**\$660,000.00**). Purchase price shall be subject to the completion of an independent third-party appraisal, with the final property valuation to be not less than the referenced purchase price. Final payment to be made by KPB at time of closing. The purchase of the property and appropriation for the purchase are subject to approval by the Borough Assembly.

2. EXPIRATION OF OFFER

SELLER shall sign and return this Purchase Agreement to KPB on or before **July 5, 2022** otherwise this offer shall terminate.

3. TITLE

Title shall be delivered at time of closing by Statutory Warranty Deed, which shall be issued to KPB. SELLER warrants and covenants that at the time of closing there shall be no liens or

judgments recorded against SELLER in the same recording district in which the Property subject to this purchase agreement is situated. Title shall be clear of liens and encumbrances except title is subject to reservations, easements, rights-of-way, covenants, conditions and restrictions of record as agreed to by buyer.

6. ESCROW AND CLOSING COSTS

Except as described in this paragraph, in addition to the purchase price, KPB agrees to pay for buyer related customary closing costs including the appraisal, inspection and recording fees for the conveyance deed in addition to 1/2 of the closing fee. Seller shall pay for seller related customary costs including the title insurance premium, 1/2 of closing fees and all other seller related fees. Property taxes for the current year, if any, will be prorated the date of closing. SELLER is responsible for Realtor's commission, if any, all unpaid taxes for prior years, if any, and all unpaid outstanding assessments, if any. All costs will be paid in full at the time of closing.

7. CLOSING

Unless otherwise agreed in writing, closing will occur within 90 days, or as specifically agreed to by both parties. At closing, KPB will pay the balance of the purchase price. Both parties will execute all documents required to complete the Purchase Agreement and, if applicable, establish an escrow account.

8. POSSESSION

Possession shall be delivered to KPB at time of recording unless otherwise agreed to in writing by all parties.

9. KENAI PENINSULA BOROUGH ASSEMBLY APPROVAL

Purchase of the Property by the Kenai Peninsula Borough is subject to authorization by the Kenai Peninsula Borough Assembly and appropriation of funds. If the Kenai Peninsula Borough Assembly fails to authorize the purchase of the subject land and appropriate funds, this Agreement shall be terminated without penalty.

10. DISCLOSURES

SELLER hereby agrees to provide property disclosures including any and all information regarding known defects, deficiencies, legal matters, environmental issues or hazards, that may be personally known by the seller in writing. If said disclosure presents a matter unsatisfactory to the buyer, KPB may terminate this agreement without penalty.

11. CONTINGENT ON INSPECTION

This offer and agreement is contingent upon the completion of a property inspection satisfactory to KPB for its use and at KPB's expense. SELLER shall, upon reasonable notice, provide access to the property for inspection purposes to KPB and its representatives. Any invasive inspection procedures shall require SELLER's express permission and shall be promptly repaired or

replaced by KPB in a workman-like manner. KPB shall have 45 days from the execution of this agreement to complete inspections and determine its satisfaction unless otherwise provided in writing.

12. HAZARDOUS MATERIAL

SELLER covenants to the best of SELLER'S knowledge, that as of the date of this Agreement, except as specifically identified herein, the Property is free of all contamination from petroleum products or any hazardous substance or hazardous waste, as defined by applicable state or federal law, and there are no underground storage tanks or associated piping on the Property. SELLER agrees that no hazardous substances or wastes shall be located on or stored on the Property, or any adjacent property owned or leased by the SELLER, owner or contractors, nor shall any such substance be owned, stored, used, or disposed of on the Property or any adjacent property by SELLER, its agents, employees, contractors, or invitee's, prior to KPB'S ownership, possession, or control of the Property.

13. ENVIRONMENTAL CONTINGENCY

If during the course of KPB's due diligence of the Property pursuant to Section 11, Purchaser discovers the presence of Environmental hazards on or released from the Property in any quantity or concentration exceeding the limits allowed by applicable law, or that are deemed undesirable by purchaser, Purchaser shall have the right to give notice to Seller, accompanied by a copy or copies of the Third-Party Report(s) disclosing and confirming the presence of such hazardous materials. The notice and accompanying Third-Party Report must be given no later than 60 days from receipt of said report. The notice under this section shall state:

- (i) that Purchaser is terminating this Contract due to the presence of such hazardous materials on or adversely affecting the Property; OR
- (ii) provide Seller 30 days from notice to provide a mitigation plan outlining steps taken by seller to remedy said hazards to KPB's satisfaction at seller's expense.

Following the KPB sending the notice and report described in this section, the parties may negotiate other resolutions as may be agreeable to both parties in writing to be included as a part of this Agreement. In the event the parties cannot agree in writing on a resolution to remedy any environmental concerns within 90 days of the notice, this Agreement shall automatically terminate.

It is expressly understood, by execution of this agreement, seller hereby indemnifies buyer for any and all CERCLA related claims, liabilities or matters, unless otherwise provided for in this agreement. Said indemnification shall survive closing and termination of this agreement. Upon successful close of escrow said indemnification shall continue for a period of not less than 36 months, from the date of closing unless otherwise provided for in this agreement.

If this Agreement is terminated pursuant to any report detailing environmental conditions that may or may not exist on the Property, such report(s) shall remain confidential and proprietary.

The report(s) will be marked as confidential and will not be released to a private individual, entity, or non-profit without express agreement of the parties hereto. Notwithstanding, the report will be released pursuant to a valid court order and may be released to the State of Alaska upon request.

14. ENTIRE AGREEMENT

This Agreement and the documents referred to herein contain the entire agreement of the parties with respect to the subject matter hereof. Any changes, additions or deletions hereto must be made in writing and signed by both KPB and SELLER or their respective successors in interest. Provisions of this Agreement, unless inapplicable on their face, shall be covenants constituting terms and conditions of the sale, and shall continue in full force and effect until the purchase price is paid in full or this agreement is earlier terminated.

15. BREACH REMEDY

Prior to closing of the sale, in the event that KPB or SELLER fails to make any payment required, or fails to submit or execute any and all documents and papers necessary for closing and transfer of title within the time period specified in this agreement, the SELLER or KPB may terminate this Agreement.

16. PERSON PROPERTY

It is understood and agreed to by both KPB and seller that any and all personal property located on the property (mobile structure / office), shall remain the property of the seller. It is the seller's responsibility to move the mobile home from the property prior to the close of escrow. Upon notice of removal, KPB will be entitled to conduct a final inspection of the property prior to closing.

17. MISCELLANEOUS

- A. Time. Time is of the essence in performance of this Agreement.
- B. Cancellation. This Agreement, while in good standing may be canceled in whole or in part, at any time, upon mutual written agreement by SELLER and the KPB mayor. This Purchase Agreement is subject to cancellation in whole or in part if improperly issued through error in procedure or with respect to material facts. Buyer may cancel this agreement without penalty in the event additional contracts are not secured required of this project.
- C. Notice. Any notice or demand, which under the terms of this Agreement or under any statute must be given or made by the parties thereto, shall be in writing, and be given or made by registered or certified mail, addressed to the other party at the address shown on the contract. However, either party may designate in writing such other address to which such notice of demand shall thereafter be so given, made or mailed. A notice given hereunder shall be deemed received when deposited in a U.S. general or branch post office by the

addressor.

- D. Interpretation. This Agreement shall be deemed to have been jointly drafted by both parties. It shall be construed according to the fair intent of the language as a whole, not for or against any party. The interpretation and enforcement of this Agreement shall be governed by the laws of the State of Alaska. The titles of sections in this Agreement are not to be construed as limitations of definitions but are for identification purposes only.
- E. Condition of Property. SELLER shall deliver the property in its as-is condition.
- F. Confidentiality. This Agreement shall be considered proprietary to the parties until closing occurs. Following closing, this Agreement may be considered a public record.
- G. Counterparts. This Agreement may be executed in counterpart, and may be executed by way of copy, facsimile or verified electronic signature in compliance with AS 09.80, and if so, each of which shall be deemed an original but all of which together will constitute one and the same instrument

This Agreement has been executed by the parties on the day and year first above written.

KENAI PENINSULA BOROUGH:

SELLER:

 Charlie Pierce, Mayor

Thomas Clark

 Thomas Clark

ATTEST:

APPROVED AS TO FORM
AND LEGAL SUFFICIENCY:

 Johni Blankenship,
 Borough Clerk

 A. Walker Steinhage,
 Deputy Borough Attorney



RE: **4.36-Acre Anchor Point Property**

As a result of research and analysis, the value estimate(s) for the subject is/are as follows:

<u>FINAL MARKET VALUE ESTIMATE</u>	
<u>4.36-Acre Anchor Point Property</u>	
<u>Property Rights</u>	<u>Fee Simple</u>
<u>Condition</u>	<u>As Is</u>
<u>Effective Date of Appraisal</u>	<u>February 18, 2022</u>
<u>Vacant Lot 21 (16517027)</u>	<u>\$81,500</u>
<u>Improved Lot 20 (16517024)</u>	<u>\$454,100</u>
<u>Vacant Lot 24 (16517022)</u>	<u>\$64,400</u>
<u>Final Market Value Estimate - Bulk Sale</u>	<u>\$600,000</u>

The value estimates are based on a marketing period of approximately 9 months and an exposure period of approximately 9 months. The value opinion reported above is qualified by certain assumptions, limiting conditions, certifications, and definitions, which are set forth in the body of the report. This letter is invalid as an opinion of value if detached from the report, which contains the text, exhibits and Addendum. Thank you for the opportunity to be of service. If you have any questions, please feel free to call.

Respectfully submitted,

Beverly Bowman

Appraiser
Alaska Certified General – No. 134284
bbowman@reliantadvisory.com

Per E. Bjorn-Roli, MAI
Managing Member
Alaska Certified General – No. 302

PURCHASE AGREEMENT

This Purchase Agreement (hereinafter the "Agreement") is made by and between Karen A. Andrews, whose address is 2298 Mount Augustine, Homer, AK 99603, (hereinafter referred to as "SELLER") and the KENAI PENINSULA BOROUGH, an Alaska municipal corporation, as buyer whose address is 144 North Binkley Street, Soldotna, Alaska 99669 (hereinafter referred to as "KPB").

WHEREAS, SELLER is the owner of that real property located in the Homer Recording District, Third Judicial District, State of Alaska, and more particularly described as follows:

LOT 22, SPRUCE ACRES SUBDIVISION, ACCORDING TO PLAT NUMBER 60-45, RECORDS OF THE HOMER RECORDING DISTRICT, THIRD JUDICIAL DISTRICT, STATE OF ALASKA. (Parcel Number: 165-170-26)

72478 Milo Fritz Avenue, Anchor Point, AK 99556

WHEREAS, KPB has offered to buy, and SELLER is willing to sell the Property as evidenced by this Agreement; and

NOW THEREFORE, in consideration of the conditional promises herein contained, SELLER hereby agrees to sell to KPB, and KPB hereby agrees to buy from SELLER, the Property on the terms and conditions as set forth below:

1. PURCHASE PRICE

The purchase price of the Property is Seventy-Five Thousand Dollars and NO cents (**\$75,000.00**). Purchase price shall be subject to the completion of an independent third-party appraisal, with the final property valuation to be not less than the referenced purchase price. Final payment to be made by KPB at time of closing. The purchase of the property and appropriation for the purchase are subject to approval by the Borough Assembly.

2. EXPIRATION OF OFFER

SELLER shall sign and return this Purchase Agreement to KPB on or before **July 1, 2022** otherwise this offer shall terminate.

3. TITLE

Title shall be delivered at time of closing by Statutory Warranty Deed, which shall be issued to KPB. SELLER warrants and covenants that at the time of closing there shall be no liens or judgments recorded against SELLER in the same recording district in which the Property subject to this purchase agreement is situated. Title shall be clear of liens and encumbrances



except title is subject to reservations, easements, rights-of-way, covenants, conditions and restrictions of record as agreed to by buyer.

6. ESCROW AND CLOSING COSTS

Except as described in this paragraph, in addition to the purchase price, KPB agrees to pay for buyer related customary closing costs including the appraisal, inspection and recording fees for the conveyance deed in addition to 1/2 of the closing fee. Seller shall pay for seller related customary costs including the title insurance premium, 1/2 of closing fee and all other seller related fees. Property taxes for the current year, if any, will be prorated the date of closing. SELLER is responsible for Realtor's commission, if any, all unpaid taxes for prior years, if any, and all unpaid outstanding assessments, if any. All costs will be paid in full at the time of closing.

7. CLOSING

Unless otherwise agreed in writing, closing will occur within 90 days, or as specifically agreed to by both parties. At closing, KPB will pay the balance of the purchase price. Both parties will execute all documents required to complete the Purchase Agreement and, if applicable, establish an escrow account.

8. POSSESSION

Possession shall be delivered to KPB at time of recording unless otherwise agreed to in writing by all parties.

9. KENAI PENINSULA BOROUGH ASSEMBLY APPROVAL

Purchase of the Property by the Kenai Peninsula Borough is subject to authorization by the Kenai Peninsula Borough Assembly and appropriation of funds. If the Kenai Peninsula Borough Assembly fails to authorize the purchase of the subject land and appropriate funds, this Agreement shall be terminated without penalty.

10. DISCLOSURES

SELLER hereby agrees to provide property disclosures including any and all information regarding known defects, deficiencies, legal matters, environmental issues or hazards, that may be personally known by the seller in writing. If said disclosure presents a matter unsatisfactory to the buyer, KPB may terminate this agreement without penalty.

11. CONTINGENT ON INSPECTION

This offer and agreement is contingent upon the completion of a property inspection satisfactory to KPB for its use and at KPB's expense. SELLER shall, upon reasonable notice, provide access to the property for inspection purposes to KPB and its representatives. Any invasive inspection procedures shall require SELLER's express permission and shall be promptly repaired or replaced by KPB in a workman-like manner. KPB shall have 45 days from the execution of this agreement to complete inspections and determine its satisfaction unless otherwise provided in writing.

12. HAZARDOUS MATERIAL

SELLER covenants to the best of SELLER'S knowledge, that as of the date of this Agreement, except as specifically identified herein, the Property is free of all contamination from petroleum products or any hazardous substance or hazardous waste, as defined by applicable state or federal law, and there are no underground storage tanks or associated piping on the Property. SELLER agrees that no hazardous substances or wastes shall be located on or stored on the Property, or any adjacent property owned or leased by the SELLER, owner or contractors, nor shall any such substance be owned, stored, used, or disposed of on the Property or any adjacent property by SELLER, its agents, employees, contractors, or invitee's, prior to KPBS ownership, possession, or control of the Property.

13. ENVIRONMENTAL CONTINGENCY

If during the course of KPBS due diligence of the Property pursuant to Section 11, Purchaser discovers the presence of Environmental hazards on or released from the Property in any quantity or concentration exceeding the limits allowed by applicable law, or that are deemed undesirable by purchaser, Purchaser shall have the right to give notice to Seller, accompanied by a copy or copies of the Third-Party Report(s) disclosing and confirming the presence of such hazardous materials. The notice and accompanying Third-Party Report must be given no later than 60 days from receipt of said report. The notice under this section shall state:

- (i) that Purchaser is terminating this Contract due to the presence of such hazardous materials on or adversely affecting the Property; OR
- (ii) provide Seller 30 days from notice to provide a mitigation plan outlining steps taken by seller to remedy said hazards to KPBS satisfaction at sellers expense.

Following the KPBS sending the notice and report described in this section, the parties may negotiate other resolutions as may be agreeable to both parties in writing to be included as a part of this Agreement. In the event the parties cannot agree in writing on a resolution to remedy any environmental concerns within 90 days of the notice, this Agreement shall automatically terminate.

It is expressly understood, by execution of this agreement, seller hereby indemnifies buyer for any and all CERCLA related claims, liabilities or matters, unless otherwise provided for in this agreement. Said indemnification shall survive closing and termination of this agreement. Upon successful close of escrow said indemnification shall continue for a period of not less than 36 months, from the date of closing unless otherwise provided for in this agreement.

If this Agreement is terminated pursuant to any report detailing environmental conditions that may or may not exist on the Property, such report(s) shall remain confidential and proprietary. The report(s) will be marked as confidential and will not be released to a private individual, entity, or non-profit without express agreement of the parties hereto. Notwithstanding, the

report will be released pursuant to a valid court order and may be released to the State of Alaska upon request.

14. ENTIRE AGREEMENT

This Agreement and the documents referred to herein contain the entire agreement of the parties with respect to the subject matter hereof. Any changes, additions or deletions hereto must be made in writing and signed by both KPB and SELLER or their respective successors in interest. Provisions of this Agreement, unless inapplicable on their face, shall be covenants constituting terms and conditions of the sale, and shall continue in full force and effect until the purchase price is paid in full or this agreement is earlier terminated.

15. BREACH REMEDY

Prior to closing of the sale, in the event that KPB or SELLER fails to make any payment required, or fails to submit or execute any and all documents and papers necessary for closing and transfer of title within the time period specified in this agreement, the SELLER or KPB may terminate this Agreement.

16. PERSONAL PROPERTY

It is understood and agreed to by both KPB and Seller, that any and all personal property located on the property (mobile home) shall remain the property of the seller. It is the seller's responsibility to move the mobile home from the property prior to the close of escrow. Upon notice of removal, KPB will be entitled to conduct a final inspection of the property prior to closing.

17. MISCELLANEOUS

- A. Time. Time is of the essence in performance of this Agreement.
- B. Cancellation. This Agreement, while in good standing may be canceled in whole or in part, at any time, upon mutual written agreement by SELLER and the KPB mayor. This Purchase Agreement is subject to cancellation in whole or in part if improperly issued through error in procedure or with respect to material facts. Buyer may cancel this agreement without penalty in the event additional contracts are not secured required of this project.
- C. Notice. Any notice or demand, which under the terms of this Agreement or under any statute must be given or made by the parties thereto, shall be in writing, and be given or made by registered or certified mail, addressed to the other party at the address shown on the contract. However, either party may designate in writing such other address to which such notice of demand shall thereafter be so given, made or mailed. A notice given hereunder shall be deemed received when deposited in a U.S. general or branch post office by the addressor.

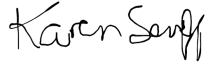
- D. Interpretation. This Agreement shall be deemed to have been jointly drafted by both parties. It shall be construed according to the fair intent of the language as a whole, not for or against any party. The interpretation and enforcement of this Agreement shall be governed by the laws of the State of Alaska. The titles of sections in this Agreement are not to be construed as limitations of definitions but are for identification purposes only.
- E. Condition of Property.
SELLER shall deliver the property in its as-is condition.
- F. Confidentiality. This Agreement shall be considered proprietary to the parties until closing occurs. Following closing, this Agreement may be considered a public record.
- G. Counterparts. This Agreement may be executed in counterpart, and may be executed by way of copy, facsimile or verified electronic signature in compliance with AS 09.80, and if so, each of which shall be deemed an original but all of which together will constitute one and the same instrument

This Agreement has been executed by the parties on the day and year first above written.

KENAI PENINSULA BOROUGH:

SELLER:

Charlie Pierce, Mayor



Karen A. Andrews

ATTEST:

APPROVED AS TO FORM
AND LEGAL SUFFICIENCY:

Johni Blankenship,
Borough Clerk

A. Walker Steinhage,
Deputy Borough Attorney

RE: **Lot 22, Spruce Acres Subdivision**

As a result of research and analysis, the value estimate(s) for the subject is/are as follows:

<u>FINAL MARKET VALUE ESTIMATE</u>	
<u>Lot 22 of the Spruce Acres Subdivision</u>	
<u>Property Rights</u>	<u>Fee Simple</u>
<u>Condition</u>	<u>As Is</u>
<u>Effective Date of Appraisal</u>	<u>February 18, 2022</u>
<u>Final Market Value Estimate</u>	<u>\$74,400</u>

The value estimates are based on a marketing period of approximately 8 months and an exposure period of approximately 8 months. The value opinion reported above is qualified by certain assumptions, limiting conditions, certifications, and definitions, which are set forth in the body of the report. This letter is invalid as an opinion of value if detached from the report, which contains the text, exhibits and Addendum. Thank you for the opportunity to be of service. If you have any questions, please feel free to call.

Respectfully submitted,

A handwritten signature in blue ink that reads 'B.T. Bowman'.

Beverly Bowman

Appraiser
Alaska Certified General – No. 134284
bbowman@reliantadvisory.com

A handwritten signature in blue ink that reads 'E. Bjorn-Roli'.

Per E. Bjorn-Roli, MAI

Managing Member
Alaska Certified General – No. 302