



## **Petersburg Borough**

# Meeting Agenda Planning Commission Regular Meeting

Tuesday, July 11, 2023 12:00 PM Assembly Chambers

You are invited to a Zoom meeting. When: July 11, 2023 12:00 PM Alaska

Topic: July 11, 2023 Regular Planning Commission Meeting

Please click the link below to join the webinar: https://petersburgak-gov.zoom.us/j/86371203481

Meeting ID: 863 7120 3481

Or Telephone:

(253) 215 8782 US (Tacoma) or (720) 707 2699 US (Denver)

- 1. Call to Order
- 2. Roll Call
- 3. Acceptance of Agenda
- 4. Approval of Minutes
  - A. Meeting Minutes 6.13.2023

#### 5. Public Comments

Public comments are welcome on matters not appearing on the Public Hearing or Consent Calendar but are within the Borough's jurisdiction. Persons wishing to speak should come forward and state their name and address. Issues raised may be referred to staff and, if action by the Commission is needed, may be scheduled for a future meeting.

#### 6. Consent Calendar

#### 7. Public Hearing Items

- A. Consideration of an application from Tamara McKeown for a conditional use permit for a temporary trailer for construction at 567 Mitkof Highway (PID: 01-116-200).
- B. Consideration of an application from Chris Kegans, Samai Kegans, and Melisa Kegans for vacation of a section line easement and a public access easement and review of alternate public access at 808-812 Mitkof Highway (PID: 01-174-225 and 01-174-220).
- Consideration of an application from Dave Ohmer for a minor subdivision at 531-535 Mitkof Highway (PID: 01-115-200 and 01-115-250).

Consideration of a recommendation to the Borough Assembly regarding an application from Wikan Enterprises to purchase borough property at 103 A Dock Street (PID: 01-010-037).

### 8. Non-Agenda Items

- A. Commissioner Comments
- B. Staff Comments
- C. Next Meeting is August 8, 2023, at 12:00pm.
- 9. Adjournment



## **Petersburg Borough**

12 South Nordic Drive Petersburg, AK 99833

# Meeting Minutes Planning Commission Regular Meeting

Tuesday, June 13, 2023 12:00 PM Assembly Chambers

#### 1. Call to Order

The meeting was called to order at 12:00pm

#### 2. Roll Call

**PRESENT** 

Commission Chair Chris Fry

Commission Vice-Chair Heather O'Neil

Commissioner Jim Floyd - late arrival 12:10pm

Commissioner Marietta Davis

Commission Secretary Sally Dwyer

Commissioner John Jensen

Commissioner Phillip Meeks

#### 3. Acceptance of Agenda

The agenda was approved as presented.

Motion made by Commission Secretary Sally Dwyer, Seconded by Commission Vice-Chair Heather O'Neil.

Voting Yea: Commission Chair Chris Fry, Commissioner John Jensen, Commissioner Marietta Davis, Commissioner Phillip Meeks

#### 4. Approval of Minutes

A. Planning Commission Meeting Minutes April 11, 2023

Motion made by Commission Secretary Dwyer, Seconded by Commissioner Jensen.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Davis, Commissioner Meeks

#### 5. Public Comments

None

#### 6. Consent Calendar

 A. Acceptance and scheduling of an application from Tamara McKeon for a conditional use permit for a temporary trailer for construction at 567 Mitkof Highway (PID: 01-116-200)

Motion made by Commission Vice-Chair O'Neil, Seconded by Commission Secretary Dwyer.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Jensen, Commissioner Davis, Commissioner Meeks

#### 7. Public Hearing Items

A. Consideration of an application from Derek and Stacey Thorsen for a variance from the front-yard setback requirement to allow for construction an addition 10.7' from the property line at 807 Wrangell Avenue (PID: 01-002-250).

Motion made by Commission Secretary Dwyer, Seconded by Commission Vice-Chair Heather O'Neil

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Jensen, Commissioner Davis, Commissioner Meeks

Amendment made to include allowing for lot coverage of 42.6%. Included in finding fact but not in original motion.

Motion made by Commission Vice-Chair Heather O'Neil, Seconded by Commission John Jensen

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Jensen, Commissioner Davis, Commissioner Meeks

B. Consideration of an application from Drew Ware for a minor subdivision at 365-367 Mitkof Highway (PID: 01-084-250, 01-084-260, 01-084-279).

Motion made by Commissioner Jensen, Seconded by Commission Secretary Dwyer.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Floyd, Commissioner Jensen, Commissioner Davis, Commissioner Meeks

C. Recommendation to the Borough Assembly regarding an application from the Petersburg Medical Center to rezone 43 vacant lots within the Airport Addition Subdivision to Public Use.

Mary Clemens spoke on her own behalf speaking in favor of a new hospital but requested that there be open communication during the construction process and afterwards.

Diane Marsh spoke on her own behalf speaking against the location of the new hospital.

Harold Medalan spoke on his own behalf speaking against the location of the new hospital.

Heather Conn spoke on her own behalf speaking in favor of a new hospital.

Jarod Cook on behalf of the Hospital Board speaking in favor of the proposed location for the new hospital.

Motion made by Commissioner Davis, Seconded by Commissioner Floyd.

Voting Yea: Commission Chair Fry, Commissioner Floyd, Commissioner Davis

Voting Nay: Commission Vice-Chair O'Neil, Commissioner Jensen, Commissioner MeeksVoting

Abstaining: Commission Secretary Dwyer

Commission Vice-Chair O'Neil spoke her concerns that the rezoning would take away residential and single family lots.

Commission Secretary Dwyer would like to hear more public comment.

Commission Chair Fry would be willing to hear this again once more is put out to the public.

Recommendation is no to the Borough Assembly regarding an application from the Petersburg Medical Center to rezone 43 vacant lots within the Airport Addition Subdivision to Public Use because lack of education among the public, did not receive enough input on pros and cons and loss of single family and residential lots.

Motion made by Commission Vice-Chair O'Neil, Seconded by Commissioner Jensen.

Voting Yea: Commission Chair Fry, Commissioner Floyd, Commissioner Davis, Commission Vice-Chair O'Neil, Commissioner Jensen, Commissioner MeeksVoting Abstaining: Commission Secretary Dwyer

D. Consideration of an application from the Petersburg Medical Center to approve a preliminary plat of a major subdivision located within the Airport Addition Subdivision and to vacate portions of the Fram St, Gjoa St, and N. 12th Street rights-of-way.

Motion made by Commissioner Floyd, Seconded by Commission Vice-Chair O'Neil.

Voting Nay: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Floyd, Commissioner Jensen, Commissioner Davis, Commissioner Meeks

#### 8. Non-Agenda Items

#### A. Commissioner Comments

Commissioner Jensen stated "he is in no way voting against a new hospital and supported approving the correct place to put the hospital and not lose a bunch of residential areas."

Commissioner Dwyer is in favor of a new hospital but needs to be educated more.

Commissioner O'Neil suggests listening or attending public Hospital Board Meetings.

#### B. Staff Comments

None

C. Next Meeting is scheduled for July 11, 2023 at noon

#### 9. Adjournment

The meeting adjourned at 1:25pm.

Motion made by Commission Vice-Chair O'Neil, Seconded by Commissioner Meeks.

Voting Yea: Commission Chair Fry, Commission Vice-Chair O'Neil, Commission Secretary Dwyer, Commissioner Floyd, Commissioner Jensen, Commissioner Davis, Commissioner Meeks

## **Planning Commission Staff Report**

Meeting date: July 11, 2023

**TO:** Planning Commission

FROM: Liz Cabrera, Community & Economic Development Director

Subject: Conditional Use Permit – 567 Mitkof Highway (PID: 01-116-200)

Tamara McKeown

#### **Recommended Motion:**

I move to approve a conditional use permit for a temporary trailer for construction purposes at 567 Mitkof Highway for two years.

#### The Petersburg Planning & Zoning Commission makes the following findings of fact:

- 1. An application for a conditional use permit was submitted by Tamara McKeown (applicant) and fees paid on May 2, 2023.
- 2. The application was scheduled for a public hearing by the Planning Commission at their June 13, 2023, meeting.
- 3. The subject parcel size is approximately 90,343 sf.
- 4. The zoning of the subject parcel is rural residential, and property is vacant.
- 5. Surrounding properties are zoned rural residential.
- 6. The applicant intends to construct a single-family dwelling on the property.
- 7. While travel trailers are not allowed as a primary use in the single-family residential district, PMC 19.20.040B allows for the Planning Commission to issue a conditional use permit for trailers for construction purposes.
- 8. In the past, the Planning Commission has issued a CUP under this authority for a limited amount of time, usually two years. Applicants needing additional time to complete their dwelling would need to seek an extension from the commission.
- 9. Hearing notices were mailed to property owners within 600 feet of the subject parcel.
- 10. On July 11, 2023, a duly noticed public hearing was held by the Petersburg Planning & Zoning Commission.
- 11. At the public hearing, the Planning Commission considered and reviewed applicant materials, public comments and testimony, and staff comments.



Item 7A.

## **Planning Commission Staff Report**

Meeting date: July 11, 2023

## Section 2. Based on the preceding findings of fact, the Petersburg Planning & Zoning Commission makes the following determinations:

A. The commission shall consider the suitability of the property, the character of the surrounding

property and the economic and aesthetic effects of the proposed use upon the property and neighboring property. The use will be permitted if it is in harmony with the general purpose and intent of this title and where the use will be in keeping with the uses generally authorized for the zone in which the use is to take place. The commission shall require the conditional user to take those steps necessary so that the permitted conditional use will not be offensive because of injurious and noxious noise, vibrations, smoke, gas, fumes or odors or will not be hazardous to the community because of danger of fire or explosion.
$\boxtimes$ Yes $\square$ No REASON: The travel trailer will be used as a temporary dwelling until a new dwelling is constructed.
B. Exits and entrances and off-street parking for the conditional use shall be located to prevent traffic hazards or congestion on public streets.
<ul> <li>☒ Yes</li> <li>☒ No</li> <li>REASON: The travel trailer is located on the subject parcel. The driveway leads to Mitkof Highway. It is unlikely issuing the CUP would result in any traffic hazards or congestion on public streets.</li> </ul>
C. In addition to the conditions of subsections (A) and (B) of this section, schools, governmental and civic buildings and other public uses shall meet the following condition: The proposed location of the use and size and character of the site shall facilitate maximum benefit and service to the public.
☐ Yes ☐ No ☒ Not Applicable
Chair, Planning Commission
Secretary, Planning Commission

PETERSBURG BOROUGH		COD	E TO:	110.000.404110	
CONE	CONDITIONAL USE APPLICATION		BASE	FEE:	\$50.00
			PUBLIC NOTIC	E FEE:	\$70.00
			тс	OTAL:	\$120.00
DATE RECEIVED:	RECEIVED BY:		CHECK NO. o	or CC:	#2104
APPLICANT/AGENT	LEGAL OWNER		R (IF DIFFERENT	THAN A	APPLICANT/AGENT)
NAME Tamara McKeown		NAME			
MAILING ADDRESS PO BOX 243		MAILING ADI	MAILING ADDRESS		
CITY/STATE/ZIP Petersburg,AK 99833		CITY/STATE/Z	IP		
PHONE 541-583-2289 PH		PHONE			<del></del>
EMAIL tamara.inoutcleaners@gmail	l.com	EMAIL			орийн обин от 1930-ж (до в дору обогий) наудино учин учин дамин, одинеский на бири научин 2 сухиван.
PROPERTY INFORMATION					
PHYSICAL ADDRESS or LEGAL DESCRIPTION:Northerly portion of LP, USS 2464, Plat 82-7					
PARCEL ID: 01116200 ZONE: RR OVERLAY:			LAY:		
CURRENT USE OF PROPERTY: Trailer is TEMPORARY while I build a home. LOT SIZE: 90,343			SI <b>ZE:</b> 90,343		
PROPOSED USE OF PROPERTY (IF DIFFERENT): BUILD HOME (live in travel trailer temporarily)					
SEPTIC SYSTEM: Is there a septic system on the property \(\sum \) YES x NO  What is current or planned system? \(\sum \) Municipal \(\sum \) DEC-approved on-site (h)olding tank that i will have pumped out for now.					
WATER SOURCE:  Municipal Collection  Well					
LEGAL ACCESS TO LOT(S) (Street Name): 567 Mitkoff HWY					
TYPE OF APPLICATION					
☐ Home Occupation. Please include copy of current Sales Tax Registration Application					
☐ Residential Use in Industrial District					
Dother: temporary dwelling in travel trailer while building home					

Submittals
Please submit site plan. For home occupation permits, please include a site plan showing location and size of area to be used for the home occupation (including storage). and location and size of area available for off-street parking.
SIGNATURE(S):
I hereby affirm all of the information submitted with this application is true and correct to the best of my knowledge. I also affirm that I am the true and legal property owner or authorized agent thereof for the property subject herein.
Applicant(s):Tamara R. McKeown
Date: 4/12/2023 Owner(s):
Date:
19.72 CONDITIONAL USE APPLICATION
Applicant(s): Tamera McKeows
_ Address or PID:
Live in may travel trailer

Project Summary: I would like to live in my travel trailer while I build my house on this property

Conditions of approval as required in Petersburg Municipal Code 19.72.020:

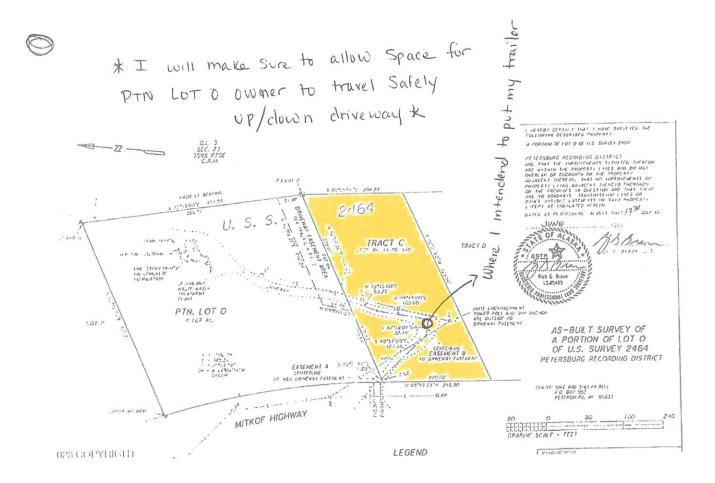
(Note that all regulations and requirements of Title 19 must be satisfied in order to qualify for a conditional use permit.)

1. The commission shall consider the suitability of the property, the character of the surrounding property and the economic and aesthetic effects of the proposed use upon the property and the neighboring property. The use will be permitted if it is in harmony with the general purpose and intent of this title and where the use will be in keeping with the uses generally authorized for the zone in which the use is to take place.

2. Exits and entrances and off-street parking for the conditional use shall be located to prevent traffic hazards or congestion on public streets.

3. In addition to the conditions of subsections (A) and (B) of this section, schools, governmental and civic buildings and other public uses shall meet the following condition: The proposed location of the use and size and character of the site shall facilitate maximum benefit and service to the public.

OK







Item 7B.

Code: 110.000.404110

Bax: \$50 = 70 = 709110



Petersburg Borough	COMMUNITY DEVELOPMENT
Community Development	
P.O. Box 329	PHONE (907) 772-4533
Petersburg, AK 99833	FAX (907) 772-4876
Application No:	Date Received:
Fee Collected:	Received By:
ree Conected.	Received by.
Ref to Assembly:	Ordinance No:
	ION OF PUBLIC EASEMENT/LANDS
Petitioner(s): CHILIS REGANS	SAMAI KEGAWS
Address: P.O. 130X 1711 RETERS	BURG, AK 99.833 4-9447
Phone Number(s): (503) 92	4-741
Curvavor	ider, if any) and/or Registered Engineer or Land  (CENTRAL, SOUTH CAST, SURVEYORS  PETERSBURG, AK, 99833
Address: $\cancel{V}$ . $\cancel{0}$ . $\cancel{130}$ $\cancel{33}$ $\cancel{1}$	PETERSBURG, AK 79833
Phone Number(s): (907) 5/8-0	075
I (we) do hereby apply for vacation of boroprovisions of the Subdivision Ordinance.	ugh owned easement/land in accordance with the
I(we) are the owners of the real estate which	h borders said area, which is generally described as:  g Lots Blocks T R Copper River Meridian.
Township Section	T. R. Copper River Meridian.
Parcel ID#(Legal De	escription/Copy of Plat Attached Hereto)
Signature of Owner(s)	- Jym

## Chris & Samai Kegans Public Easement Vacation Application Parcel Description

**Parcel I.D.:** 01-174-225

## **Legal Description:**

That portion of Government Lot 25, Section 35, T59S, R79E, C.R.M. that lies west of the centerline of the Mitkof Highway R.O.W.

Physical Address: 812 Mitkof Highway

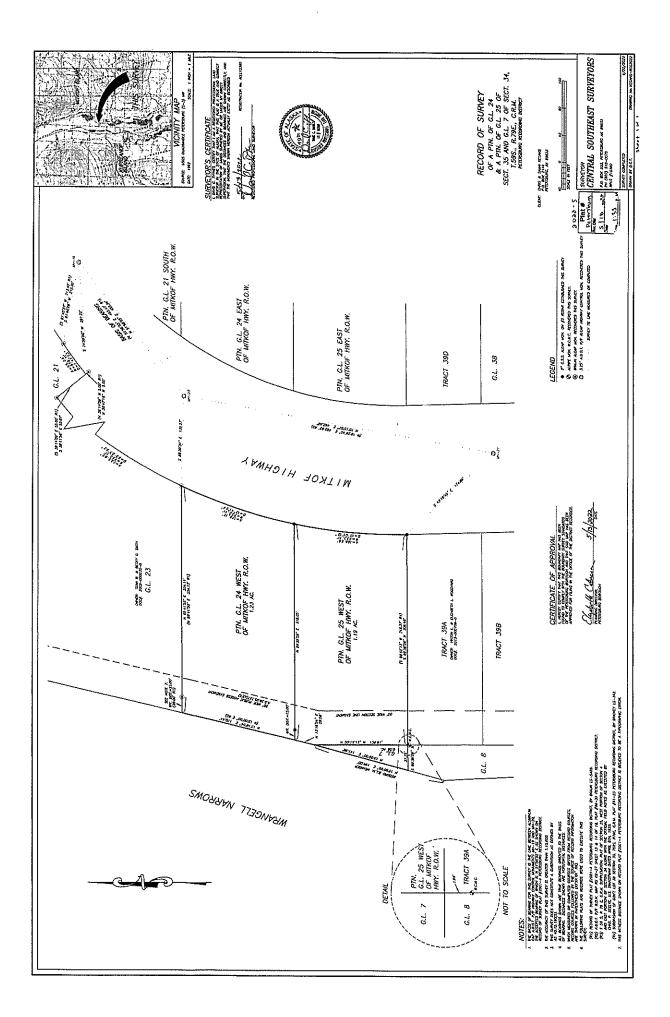
Shown on Record of Survey: Plat 2022-5 Petersburg Recording District

Parcel I.D.: 01-174-226

**Legal Description:** Government Lot 7, Section 34, T59S, R79E, C.R.M.

Physical Address: 812 Mitkof Highway

Shown on Record of Survey: Plat 2022-5 Petersburg Recording District



Petersburg Borough	PETERSBURG COMMUNITY DEVELOPMENT
Community Development	COMMUNITY DEVELOPMENT
P.O. Box 329	PHONE (907) 772-4533
Petersburg, AK 99833	FAX (907) 772-4876
-	· ·
Application No:	Date Received:
Fee Collected:	Received By:
Ref to Assembly:	Ordinance No:
APPLICATION FOR VACAT	TON OF PUBLIC EASEMENT/LANDS
Petitioner(s): M.E.I.ISA VEGANS	
Address: Cla CHOIC WECAUS P	O BOY 1711 DETENSBURY AK 99833
Phone Number(s): 044015 11.6(n.15)	0.BOX 1211 PETERSBURG, AK 99833 (503) 924-9447
Thomas (a). O:Vas R. GANS	300164 177
Petitioners' Representative (Sub-div	vider, if any) and/or Registered Engineer or Land
Surveyor:	,, /
	(CENTRAL SOUTHEAST SURVEYORS)
Address: P.O. Boy 533 D	ETEPSRUPY AV 99833
Phone Number(s): (907) 51%	ETERSBURG, AK 99833 -0075
1 mond 1 minotics)	00 ( 5
I (we) do hereby apply for vacation of boro provisions of the Subdivision Ordinance.	ugh owned easement/land in accordance with the
I(we) are the owners of the real estate which	h borders said area, which is generally described as:
Township Section	g LotsBlocks TRCopper River Meridian.
Parcel ID# (Legal De	escription/Copy of Plat Attached Hereto)
(Logar 20	soription copy of that thanked floreton
Signature of Overnor(s)  Melisa K	, egans
Signature of Owner(s)	<i>U</i>

## Melisa Kegans Public Easement Vacation Application Parcel Description

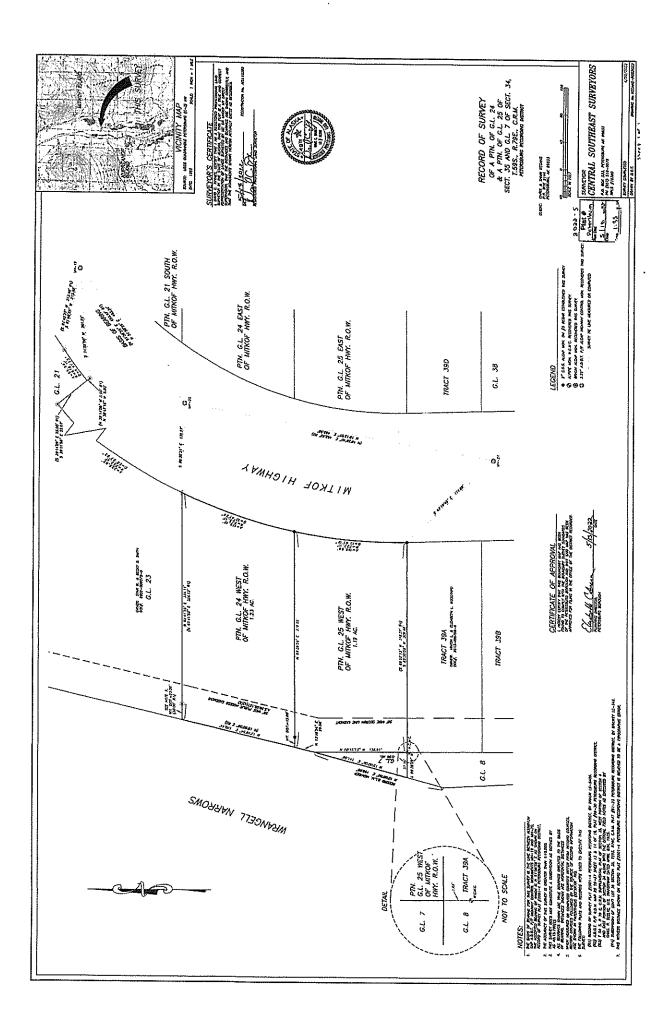
Parcel I.D.: 01-174-220

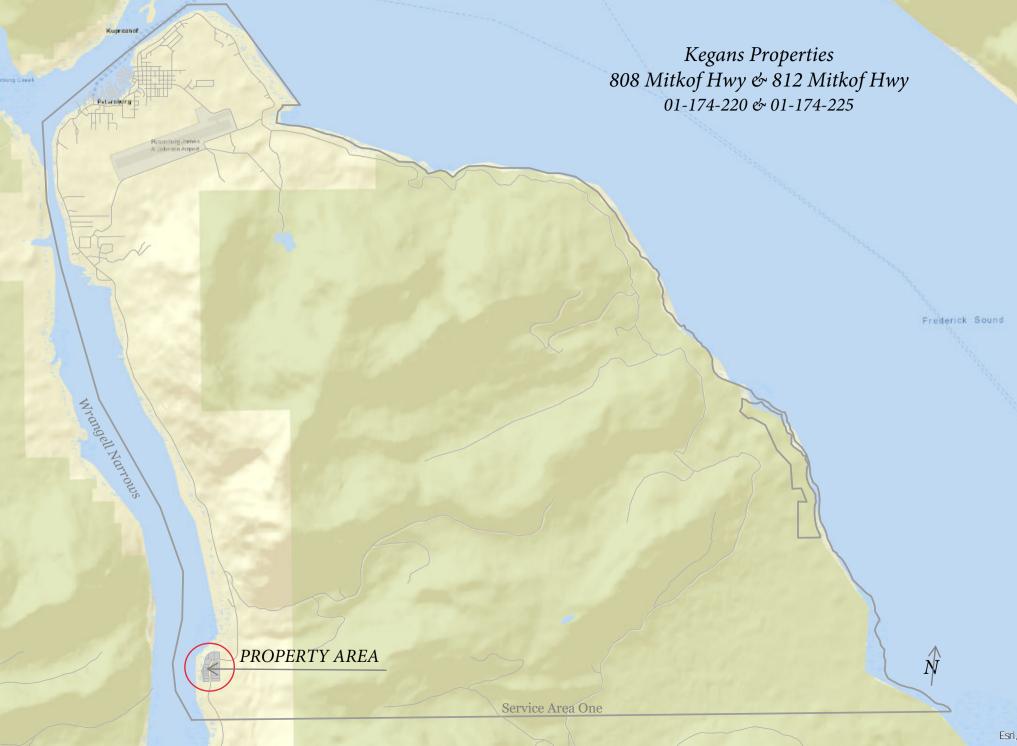
## **Legal Description:**

That portion of Government Lot 24, Section 35, T59S, R79E, C.R.M. that lies west of the centerline of the Mitkof Highway R.O.W.

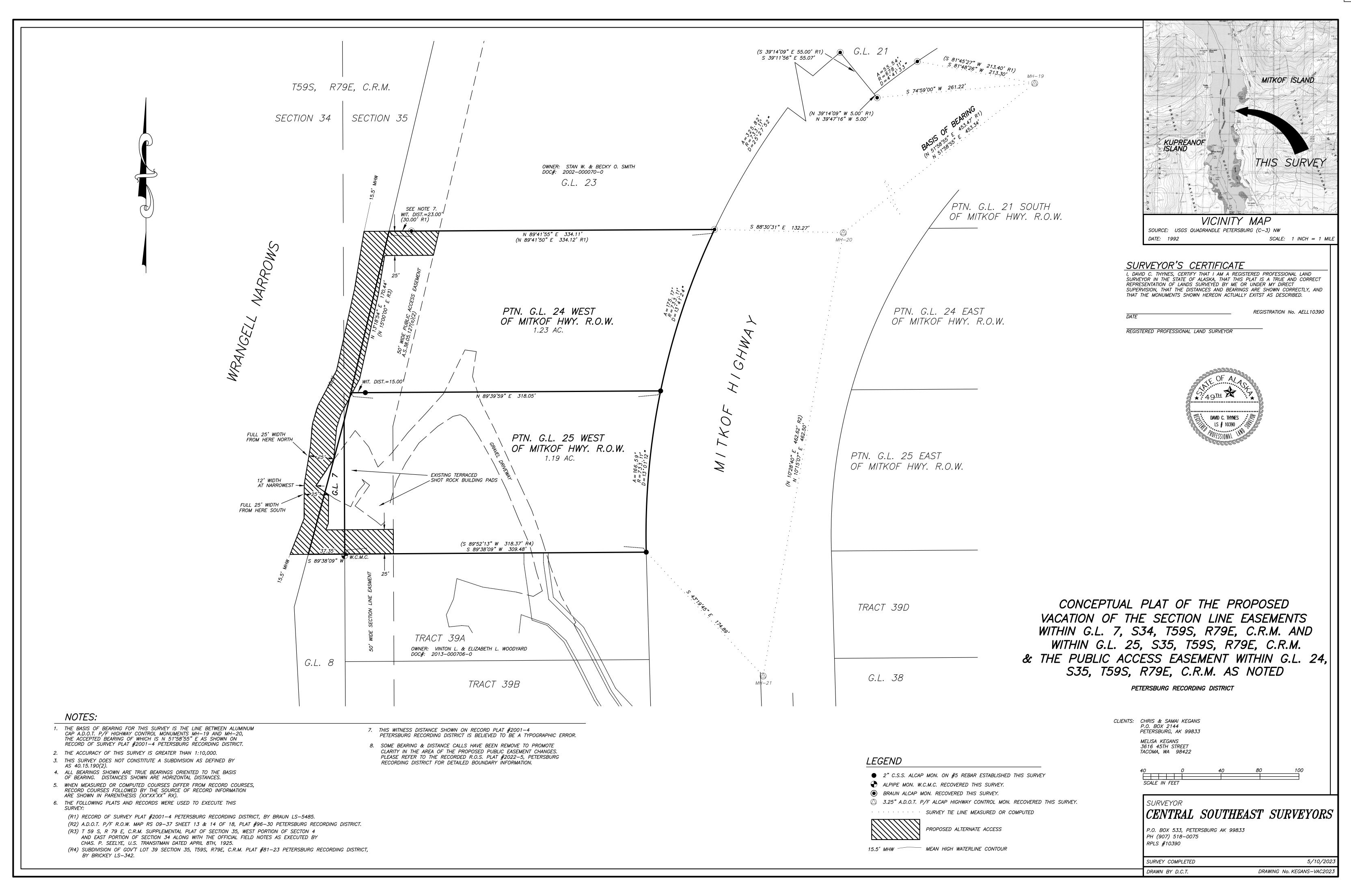
**Physical Address:** 808 Mitkof Highway

Shown on Record of Survey: Plat 2022-5 Petersburg Recording District









## **Planning Commission Staff Report**

Meeting date: July 11, 2023

**TO:** Planning Commission

FROM: Liz Cabrera, Community & Economic Development Director

Subject: MINOR SUBDIVISION – 531-535 Mitkof Highway

**Dave Ohmer** 

#### **Recommended Motion:**

I move to approve a minor subdivision at 531-535 Mitkof Highway with findings of facts as presented.

#### The Petersburg Planning & Zoning Commission makes the following findings of fact:

- 1. An application was submitted by Dave Ohmer and fees paid on June 14, 2023.
- 2. The subject properties are located at 531 and 535 Mitkof Highway.
- 3. The subject properties comprise approximately 4.5 acres. With Lot L (large lot) at approximately 4.2 acres and Lot Ptn of Lot L (smaller lot) at 11,700 sf.
- 4. The smaller lot does not meet minimum lot standards for the zoning district. It is a legal nonconforming lot.
- 5. The property is zoned Rural Residential.
- 6. Surrounding properties are zoned: Rural Residential.
- 7. The surrounding area is sparsely developed with residential uses. The smaller parcel has an existing mobile home.
- 8. The subject property is adjacent electric utility services and has legal and practical access from Mitkof Highway. Municipal water and wastewater are not available at this location.
- 9. The stated intended use for the property is residential development, which is consistent with the existing zoning.
- 10. The proposed subdivision would subdivide an existing lot into two and consolidate one of those lots with an existing smaller lot. This would result in two lots.
- 11. The proposed Lot 1 (northern lot) would be approximately 2.5 acres with a road frontage of 250 feet. The proposed Lot 2 (southern lot) would be approximately 2.0 acres with a road



## **Planning Commission Staff Report**

Meeting date: July 11, 2023

frontage of 200 feet. Both lots would meet or exceed the minimum lot requirement for the zoning district of 1 acre in area and 200 feet of road frontage.

- 12. The plat does not contain or require a dedication of a street, right-of-way, or other area.
- 13. The plat does not require a vacation of a public dedication of land or a variance from a subdivision regulation.
- 14. Hearing notices were mailed to property owners within 600 feet of the subject property.
- 15. On July 11, 2023, a duly noticed public hearing was held by the Petersburg Planning Commission.
- 16. At the public hearing, the Planning Commission considered and reviewed applicant materials, public comments and testimony, and staff comments.

## Section 2. Based on the preceding findings of fact, the Petersburg Planning Commission makes the following determinations and conditions:

- 1. The proposal meets the conditions outlined in Title 19 for a minor subdivision and the lot standards for the zoning district.
- 2. The proposal eliminates the legal non-conforming lot (small lot) through consolidation and creates two legal, conforming lots.
- 3. The subdivider shall submit a plat with legible lettering meeting the generally accepted standards for good draftsmanship as prepared by a professional land surveyor properly registered in the state of Alaska, drawn to scale, and provided in a format, size, suitable for recording, as required by Title 19.

Dear Liz and Planning Commission Members,

Attached please find my application for a minor subdivision for lots 531 and 535 Mitkof Highway. What I would like to do is change the property lines between the 2 lots, to make 535 Mitkof Highway into a conforming Rural Residential lot size of over 83,000 square feet. I propose to do this by giving 535 Mitkof, 200 ft of road frontage and 200 feet at the back of the property to make it a lot of over 83,000 square feet. The remaining conforming lot 531 Mitkof will still have over 250 ft of road frontage and over 100,000 sq ft of area.

I hope that this explanation and the photos make clear my intend. If there are any questions on this proposal, please call me at 907-772-0313 or email at <a href="mailto:ohmer13@hotmail.com">ohmer13@hotmail.com</a>. Thank you for your consideration of my request.

Sincerely,

Dave Ohmer

PETERSBURG BOROUGH			COI	DE TO:	110.000.404110
		7,777,777	E FEE:	\$95.00	
LAND USE APPLICATION		77	PUBLIC NOTIO		\$70.00
				OTAL:	\$165
DATE RECEIVED:			CHECK NO.		1747
APPLICANT/AGENT		LEGAL OWNER	(IF DIFFERENT	THAN A	PPLICANT/AGENT)
NAME Dave Ohmer		NAME Sam	е		
MAILING ADDRESS PO Box 13	3	MAILING ADDR	RESS		
CITY/STATE/ZIP Petersburg, A	Alaska 99833	CITY/STATE/ZIF	)		
PHONE 907-518-0313		PHONE			*
email ohmer13@hotma	ail.com	EMAIL			
PROPERTY INFORMATION					
PHYSICAL ADDRESS or LEGAL DESCRI	PTION:				
531 Mitkof Highway and 535 N	litkof Highway				
PARCEL ID: 01115200 and	01115250	ZONE:			AY: Not Applicable
CURRENT USE OF PROPERTY: Rural Residential				LOT SIZ	<sup>ZE:</sup> 184,617 sq ft
PROPOSED USE OF PROPERTY (IF DIF	FERENT):				
Rural Residential - Just want to increase lot 01115250 (535 MIT Hwy) into a conforming RR lot size					
SEPTIC SYSTEM: Is there a septic system on the property? ■ YES □ NO					
What is current or planned system? ☐ Municipal ☐ DEC-approved on-site system					
WATER SOURCE: Municipal Scietary/Roof Collection Well					
LEGAL ACCESS TO LOT(S) (Street Name): Mitkof Highway					
TYPE OF APPLICATION & BASE FEE					
☐ 19.80 Variance (\$100).					
☐ 19.72 Conditional Use Permit (\$50	0).				
☐ 19.72 Home Occupation CUP (\$50					
☐ 19.76 Special Use Permit (\$50)					
☐ 19.84 Zoning Change (\$100)					
☐ 18.18 Record of Survey (\$50) (Note: No Public Notice Fee)					
■ 18.20 Minor Subdivision/18.24 Preliminary Plat (\$75 + \$10 per lot)					
□ 18.24 Final Plat (\$25 per lot)					
SUBMITTALS:					
Please submit additional information as required for specific permit. See specific application for more information.					
SIGNATURE(S):					
Applicant(s): Dun O			Date:_	6/14/	/23
Owner(s): Dec M (	22		Date:_ Date:_	6/14	/23
			Date:		

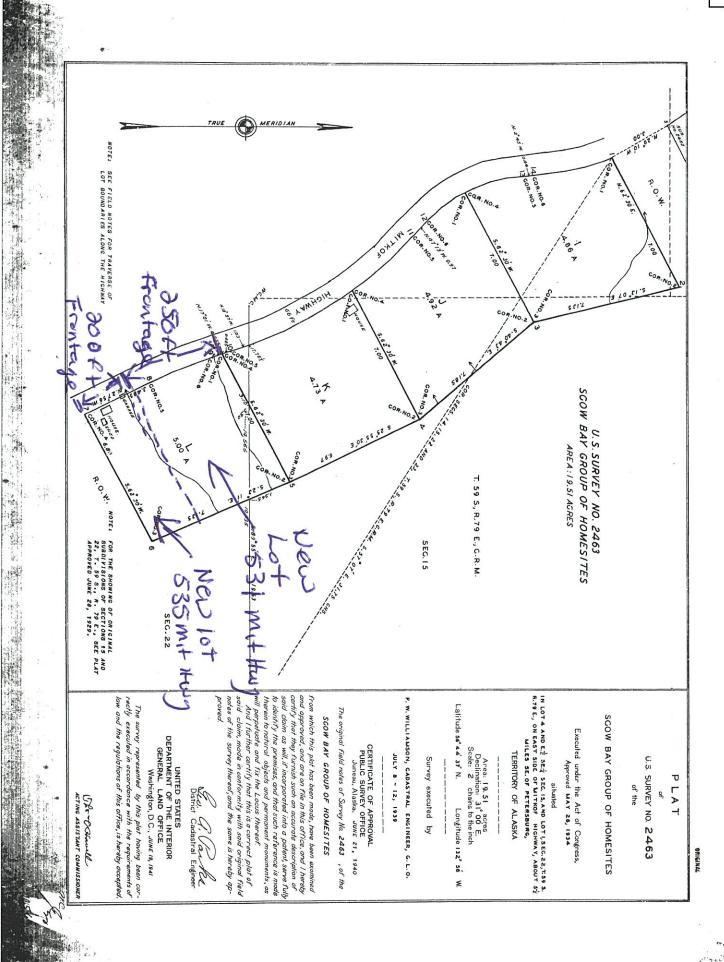


Sauil Fines Tines = 535 mit lhyhung

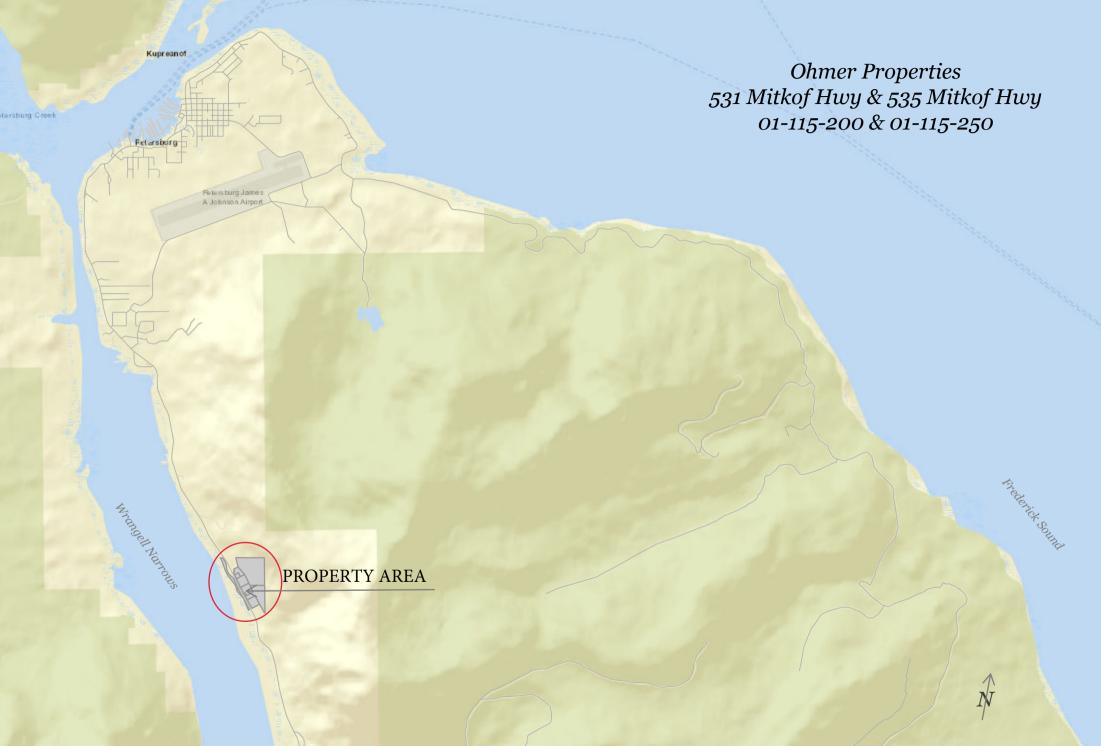


(300 ft read)
(300 ft read)
(300 ft read)

29



30



Ohmer Properties 531 Mitkof Hwy & 535 Mitkof Hwy 01-115-200 & 01-115-250 01-143-800 01-114-450 01-114-800 01-115-200 01-115-300 USFS land

## **Planning Commission Staff Report**

Meeting date: July 11, 2023

TO: Planning Commission

FROM: Liz Cabrera, Community & Economic Development Director

Subject: Sale of Borough-Owned Property at 103A Dock St

Wikan Enterprises

#### **Recommended Motion:**

I move a recommendation to the Borough Assembly that the borough owned property at 103A Dock Street be approved for sale.

#### The Petersburg Planning & Zoning Commission makes the following findings of fact:

- 1. Applicant is requesting to purchase approximately 6,722 sf of borough-owned tidelands located at 103 A Dock St (PID#: 01-010-037).
- 2. Application was referred to the Planning Commission on June 26, 2023.
- 3. The subject property is currently leased from the borough by Wikan Enterprises and has a structure/shop.
- 4. The subject property has legal and practical access from Mitkof Highway and Dock St.
- 5. PMC 16.12.050 requires a property be zoned prior to approval for disposal. Subject property is zoned Industrial.
- 6. No portion of the property is located within a flood zone.
- 7. Per borough code, tidelands maybe sold in isolated and necessary instances when not needed for public purposes.
- 8. Borough departments have reviewed the request and their comments are attached to the application.
- 9. Hearing notices were mailed to property owners within 600 feet of the area.
- 10. On July 11, 2023, a duly noticed public hearing was held by the Petersburg Planning Commission. At the public hearing, the Planning Commission considered and reviewed applicant materials, public comments and testimony, and staff comments.

Based on the preceding findings of fact, the Petersburg Planning Commission makes the following recommendations:



## Petersburg Borough, Alaska

## **Land Disposal Application**

(\$500.00 non-refundable filing fee required)

Form must be completed in its entirety to be considered

Office Use:
Rec'd. by:
Fee: \$ 500 🗪
Date Rec'd: 6/22/23

Date:June 7, 2023	This is a r Lease	equest for land Purchase	l disposal via (c <b>Exchange</b>	circle one): Other	
Parcel ID #(s) of Subject Pro			term of lease:	8	Other
				(total years)	
Legal Description of Propert Subdivision: Wikan Enterpr Section 33 Zone 1	y: ises PLAT#: 9293			oning of Proper ds: 37&38	rty:
Zone i					
Applicant Name:	John B, Sheri L Wi	ikan; Wikan l	Enterprises, Inc	c	
Applicant Mailing Address:	PO Box 929				
	Petersburg, AK 998	833			
Applicant Contact Info:	(907) 518-1120				
(phone and/or email)	swikan@gmail.com	n			
1. Size of Area requested	l (identify the minim	um area nece	ssary in square	feet):6,722	2
2. Attach a map showing	the location of the la	nd requested	. Map must sh	ow surrounding	g area with

the land requested clearly marked with bolded borders or highlighted color.

or rer	nd. Ind	ative on use of property: Explain proposed use of land and when use is expected to begin clude any planned new construction or renovation, including time-frame when construction in will be completed and type of materials to be used. Provide the estimated dollar value of
infori	nation	provements. Explain the value of the proposal to the economy of the borough and any other you feel should be considered. (attached additional sheet if necessary) ments.
	attacii	THE ITES.
-		
4. (attach	Nam addition	e and address of all adjacent land owners or lessees, including upland owner(s) if applicable: all sheet if necessary)
		Alaska Commercial Electronics: 908 S Nordic Dr : 100 Dock St Petro 49 Inc: 901 S Nordic Dr
Birch	ell Pro	perties: 904 S Nordic Dr Petro 49 Inc: 902 S Nordic Dr
(auto	repair	and coffee shop)
5.	Are t	here any existing permits or leases covering any part of the land applied for?
	_X	Yes No If yes, please check one: (X LeasePermit)
	Desc	ribe the type of permit or lease, if applicable, and the name and last known address of the ittee or lessee: Tidelands Lease; Wikan Enterprises, Inc./ John B and Sheri L Wikan
	———	thee of lessee. Indefands Lease, wikan Enterprises, Inc./ John B and Sheri L wikan
	-	
6.		local, state or federal permits are required for the proposed use? (list all)
	ate of A	laska Business License; Petersburg Borough Sales Tax Account
7.	If app	plicant is a corporation, provide the following information:
	A.	Name, address and place of incorporation:
	В.	Is the corporation qualified to do business in Alaska?: X Yes No
Name	and ac	dress of resident agent: Sheri Wikan; PO Box 929, Petersburg, AK 99833

- 8. Why should the Planning Commission recommend Assembly approval of this request?
  Wikan Enterprises, Inc is a business that has successfully operated for over 30 years and has played an integral role in the local economy. Our services are critical to the commercial fishing fleet in the region, providing essential maintenance and repairs for marine diesel engines. We are trying to pass our business on to new owners, that will continue on with what we've built over the last three decades. Please see attachments for more details.
- 9. How is this request consistent with the Borough's comprehensive plan?
  By allowing the sale of the tidelands for the purpose of continuing an existing essential business and addressing the financial advantages and risks associated with leasehold improvements, the borough can promote economic developement, stability, and longterm prosperity. The sale aligns with the statutes provided and demonstrates that outright sale, in contrast to leasing, is in the best interests of the borough. Please see attachments for more details.
- 10. Prior to submitting this application, please verify with pertinent Borough Departments that the land requested for lease, purchase or exchange is not needed for a public purpose by speaking with the appropriate personnel in the Electric, Water, Wastewater, Community Development, Harbor or Public Works Departments and obtain their comments and signatures below. (attach additional sheet if necessary):

Department Comments: Attached comments: Attached comments and dated June 21, a	nents from Harbormaster Woller 2023 3:36 pm
Department Comments: Attached Com Director Cotta in email o	Signature of Department Commenter  ments from Public Works  dated June 21, 2023 3:51 pm
Department Comments: Attached Come Director Cabrera in ema 4:31 pm.	Signature of Department Commenter  nents from Commundy Davelopmens il dated June 21, 2023
Department Comments:	Signature of Department Commenter
	Signature of Department Commenter

Dear Planning Commission & Borough Assembly,

As we embark on the retirement process and seek to sell our business, Wikan Enterprises, Inc., we are quickly learning that we will need to acquire the leased property our largest business asset sits on, our 3200sf shop. Without the inclusion of these tidelands in the business sale, we would be unable to attain a fair market value for our business due to the financial implications listed below. Regrettably, should the borough decide against selling us the tidelands we have been leasing for over 30 years, we will be unable to successfully sell the business as a whole, and will be compelled to undertake the liquidation process and cease operations within the next 1-2 years. Considering the type of services we offer, this would be detrimental to our local fishing fleet, and overall economy.

When we started our business, the availability of suitable commercial or industrial land was significantly limited. Building our business on this leased land was our last resort. Had we possessed a comprehensive understanding of the long-term ramifications associated with constructing our business assets on leased land, particularly in light of the ever-evolving landscape of finance and lending, we would have endeavored more vigorously to acquire this land at an earlier stage. Nevertheless, we find ourselves at the present juncture.

Please take into consideration the following information when forming your decision to allow for the Direct Sale of this land:

- 1. Importance of Continued Economic Development: Wikan Enterprises, Inc. has played an integral role in the local economy, serving as a Detroit Diesel Dealer, Volvo Penta Dealer, and performing maintenance and rebuilds on many other brands of marine engines. Our services are critical to the large commercial fishing fleet in the area, providing essential maintenance and repairs to their marine diesel engines. It was mentioned by the Harbormaster recently, that our fleet will be growing with the development of the Scow Bay Harbor area as well, so this business will become even more essential if that is the case. By continuing to operate and grow, our business sustains not only the livelihoods of our employees but also supports the economic well-being of the community. Selling the tidelands and allowing the business to continue under new ownership ensures the preservation of jobs, support for our commercial fishing fleet and ongoing economic development.
- 2. **Unforeseen Market Value Implications:** When we embarked on this journey in 1992, we were unaware that building our business on leased land would have a significant impact on its market value. Over the years, we invested our time, energy, and resources into constructing the building that houses our operations and outfitting it to meet the needs of our customers and regional building codes. However, we were not advised that leasehold improvements would be considered less valuable than those on owned land. This unforeseen consequence has created a disparity between the true value of our business and the market perception of its worth.

- 3. Limited Options for Financing and Investment: As we work with potential buyers for our business, we face substantial challenges due to the nature of leasehold improvements. Lending institutions view the building as a leasehold improvement, leading to shorter loan terms, higher interest rates, stricter lending criteria, and higher costs. This restricts the pool of qualified buyers, as they encounter difficulties securing financing for an investment perceived as riskier compared to real property purchases. By selling the tidelands and transitioning the business to a real property, broaden financing options, and ultimately secure a fair market value for our years of hard work.
- 4. **Unique Expertise and Industry Demand:** With over five decades of experience, we have developed a deep understanding of the marine diesel industry and established ourselves as a trusted resource for our customers. We are one of only two marine diesel shops in the area, catering to the specific needs of commercial fishing vessels. Our knowledge, expertise, and reputation are invaluable assets that contribute to the overall competitiveness and growth of the industry. Selling the business in its entirety, rather than liquidating the leasehold improvements separately, ensures the continuation of this vital resource for the community.
- 5. **Precedents being set:** It is worth noting that the Harbor Department has plans to engage in a land exchange with Petro 49, Inc. This exchange involves the trading of comparable leased and zoned land situated directly across the street from Wikan Enterprises, Inc. in return for a privately owned parcel already held by Petro 49, Inc. The implementation of this arrangement would establish a precedent for the borough to release leased tidelands to the private sector.
- 6. **Possible public auction of leased tidelands:** In the event the borough determines it is beneficial to release this property through a sale, we respectfully advocate for a direct sale rather than an auction, as is allowed in the Petersburg borough statutes. As noted by a borough official recently, the borough could potentially permit the sale of our leased property at auction, which further underscores the inherent risks associated with owning assets on leased land.

Presently, we have a prospective party interested in carrying on the business in its existing state. However, should they encounter challenges in meeting the financial requirements of a commercial loan or be unwilling to assume the risks associated with acquiring leasehold improvements rather than real property, we will proceed with the liquidation of our business. This will include the sale of our building, to any entity that can afford to pay us what we need to attain for the price of our largest asset.

Given the unique circumstances and challenges surrounding the proposed sale of our business, we kindly request that the Planning Commission and Borough Assembly take our perspective into account and extend support for the sale of the tidelands. Such a decision would not only afford us equitable market value for our business but also foster sustained economic growth, safeguard employment opportunities, and preserve the viability of the marine diesel industry within the region. We firmly believe that our years of unwavering diligence and commitment warrant just compensation.

Thank you for devoting your time and consideration to this matter. We eagerly anticipate a favorable resolution that benefits all parties involved. Please help us ensure that this important trade business stays operational in Petersburg.

Sincerely

John & Sheri Wikan Wikan Enterprises, Inc.

Dear Planning Commission & Borough Assembly,

We would like to express our endorsement for Wikan Enterprises, Inc's acquisition of the tidelands property it sits on, from the borough. As prospective buyers of this business, we respectfully urge you to consider the distinct advantages and potential that come with owning this property. We would like to emphasize the importance of purchasing the tidelands on which the business operates, rather than continuing to lease the land. We believe that ownership of the land is crucial for the long-term stability, growth, and financial viability of the business.

In learning more about the process of purchasing this shop, and being informed of different loan programs and market valuation information, we have been made aware of some factors that have put the process on hold for us. The risk involved with investing in a leasehold improvement on property owned by the borough will likely result in us not moving forward with this purchase, if the borough is unwilling to dispose of the property to the Wikans prior to the sale of their business. Below are key points highlighting the hurdles of financing presented by continuing to lease the land and the benefits of purchasing the tidelands:

- 1. **Enhanced Financing Opportunities:** The acquisition of the tidelands provides us, as prospective buyers, with significantly improved financing options compared to leasing. Financial institutions perceive leasehold improvements as less valuable and more risky collateral than real property. By owning the land, we can secure more favorable loan terms, including longer loan durations, lower interest rates, and reduced down payments (from upward of 25% cash down in a leasehold improvement situation, to as low as 5% down, as real property). This not only lowers our financing costs but also ensures greater financial stability for the business.
- 2. **Increased Market Value:** Leasehold improvements, such as the building constructed by the current owners, are not considered real property and are subject to more rapid depreciation. This depreciation negatively impacts the overall market value of the business, making it less attractive to potential lenders and investors. However, by purchasing the tidelands and owning the real property, the market value of the business is enhanced, bolstering its financial prospects and increasing its appeal to financing institutions. Just like the Wikans, we will need to protect any investments we make in this community, for the future, when we also decide to retire, or need to sell the business for any other reason.
- 3. **Mitigating Risk:** Continuing to lease the land introduces a significant level of uncertainty and risk to the business. As lessees, we are subject to the terms and conditions set forth by the borough, including the possibility of lease termination or non-renewal at the end of the lease term. This lack of control over the land hampers our ability to secure long-term financing and plan for the future. By purchasing the tidelands, we gain a sense of security and stability, allowing us to invest confidently in the business's growth and expansion.
- 4. **Long-Term Business Planning:** Ownership of the tidelands enables us to implement long-term business planning, fostering stability and growth. It provides the flexibility to make

significant capital improvements, expand facilities, and adapt to changing market conditions without the limitations imposed by leasehold agreements. By having complete control over the property, we can make strategic decisions that benefit the business's long-term success, creating a sustainable enterprise that will positively impact the local community.

5. **Borough's Best Interests:** While we understand the borough's preference toward leasing land to promote orderly marine development, we believe that the sale of the tidelands in this particular case serves the borough's best interests. By facilitating the acquisition, the borough supports the stability, growth, and economic development of Wikan Enterprises, Inc., ensuring its continued contribution to the community. The sale of the tidelands aligns with the borough's goals of supporting local marine businesses and fostering a thriving economy. The failure to approve the sale of the tidelands to Wikan Enterprises, Inc. will most likely result in us pulling out from the sale of the business, which in turn would very likely lead to liquidation of the business assets, and closure of the longstanding business.

In the event that the borough determines it is beneficial to divest itself of this property through a sale, we respectfully advocate for a direct sale rather than an auction. The prospect of the borough potentially permitting a party other than the Wikans to acquire this land further underscores the inherent risks associated with owning assets on leased property.

In addition to the compelling reasons outlined above for purchasing the tidelands on which Wikan Enterprises, Inc. operates, we would like to emphasize how our specific qualifications as prospective buyers further strengthen the case for acquiring the land. While these details are minor points compared to the broader argument, they highlight our unique suitability to lead the business and ensure its continued success.

Earl Warner's extensive experience servicing and maintaining large engines and his diesel certification from Universal Technical Institute make him exceptionally well-suited to navigate the complexities of the marine diesel industry. His background as an electrician further enhances his ability to handle the technical aspects of the business. Earl's expertise and knowledge will be instrumental in providing top-notch service to the commercial fishing fleet and ensuring the seamless continuation of Wikan Enterprises, Inc.'s reputation for excellence. Earl has already committed to working full time to start his training with John.

Hillary MacDonald's diverse entrepreneurial background, which includes owning and operating various successful businesses, positions her as a capable leader in managing and growing Wikan Enterprises, Inc. Furthermore, her experience in bookkeeping and her familiarity with the operations side of a diesel marine business provide valuable insights into the financial and administrative aspects of the industry. Hillary's skills in these areas will contribute to the efficient management of the business and its sustained profitability.

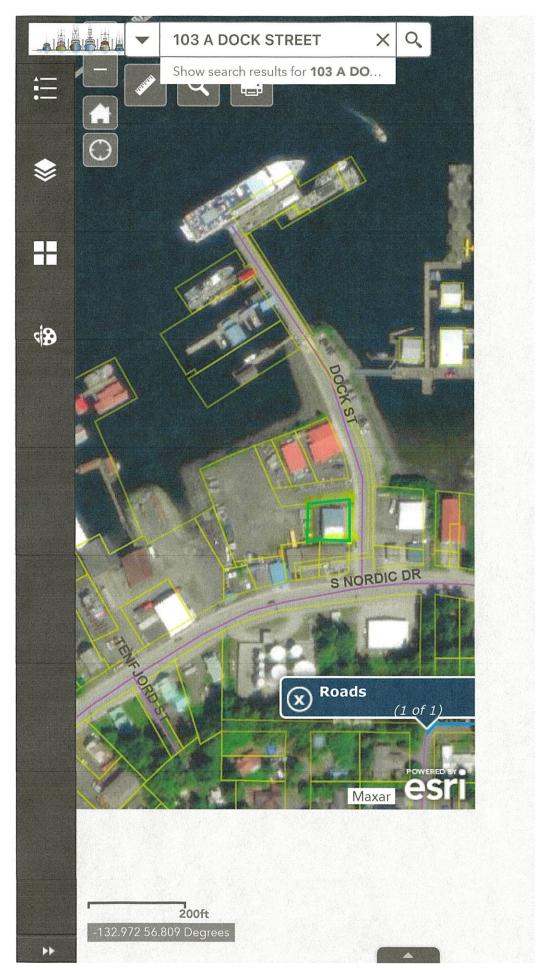
We appreciate your consideration of our qualifications and our shared vision for the future of Wikan Enterprises, Inc. We hope the borough will consider the need to let go of this piece of property in order to allow this essential trade business to continue on in Petersburg. As we all are aware, many small communities, including our own, are desperately lacking a strong

workforce in the trades, and the loss of this business would be detrimental to our commercial fleet and local economy.

Sincerely,

Earl Warner and Hillary MacDonald

**Prospective Buyers** 



13

31200

Item 7D.

Tidelands

6/19/23

SECURITY FEATURES INCLUDE TRUE WATERMARK PAPER, HEAT SENSITIVE ICON AND FOIL HOLOGRAM.

500.00

500.00

6/19/23

31809

Petersburg Borough

\$500.00

WIKAN ENTERPRISES, INC.

(907) 772-4155

PO BOX 929 PETERSBURG, AK 99833

**FIRST BANK** 89-4/1252

31809

T FRAUDARMOR

DATE 6/19/23

Memo:

19649

Five Hundred and 00/100 Dollars

PAY TO THE ORDER OF:

Petersburg Borough PO Box 329

Petersburg, AK 99833

AMOUNT

500.00

ID VALID VALI VALID VAL

AUTHORIZED SIGNATURE

#125200044# 0000540220#

#### **NOTICE TO APPLICANT(s):**

Applicant will be required to pay a non-refundable filing fee with the Borough of \$500 to cover estimated costs of: a title report, survey, legal fees, postage, recording fees, public noticing and advertising and other costs incidental to the processing of this application.

I hereby certify that I have received and reviewed a copy of Petersburg Municipal Code Chapters 16.12 and 16.16 (as they may pertain to my particular application) and understand the Code requirements. I further certify I am authorized to sign this application on behalf of the applicant.

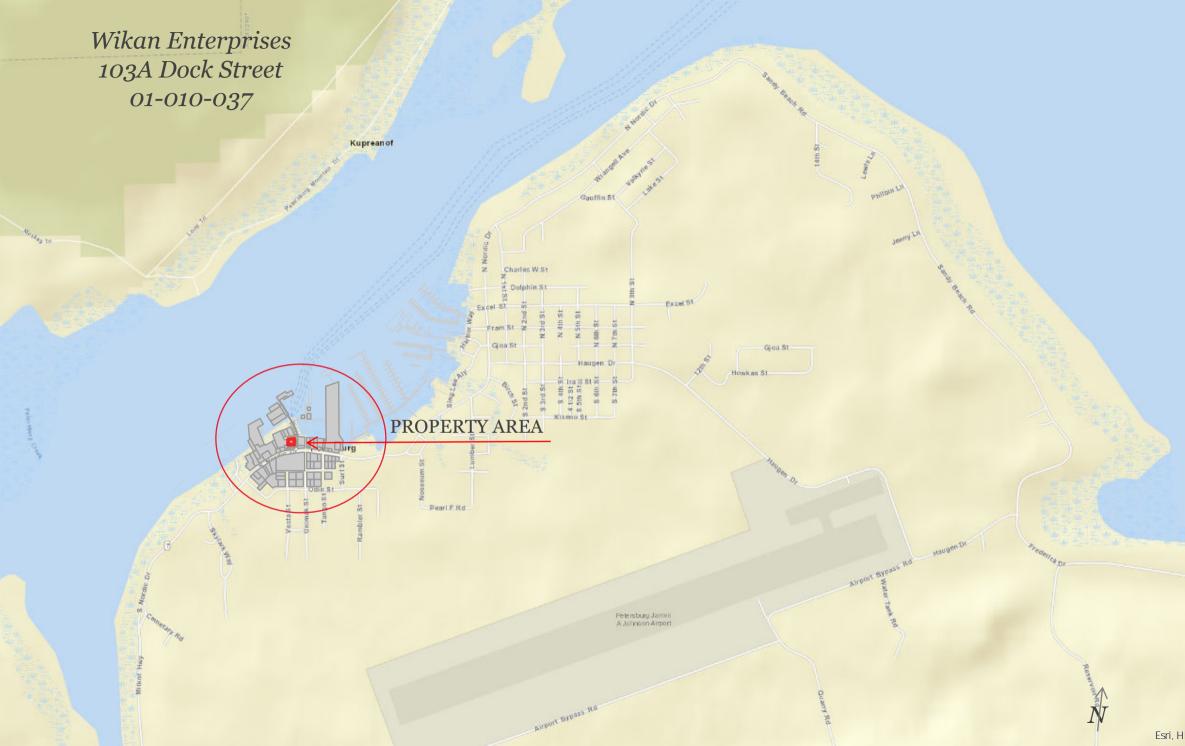
Please sign application in the presence of a Notary Public.	AND
Applicant/Applica	int's Representative
Subscribed and sworn to by Sheri L. WIKAN	, who personally appeared
before me this 18th day of June	
Ba	
Notary Public	
Notary Public in and for the State of Alaska. My Commission Expi	ires: 11 13 /2026
grades and substitute and control of the processing and the control of the contro	,
STATE OF ALASKA OFFICIAL SEAL Elizabeth Mcgrath NOTARY PUBLIC My Commission Expires	

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Please sign application in the presence of a Notary Public.
all a wit
Applicant/Applicant's Representative
Subscribed and sworn to by John B. Wikan, who personally appeared
before me this 18th day of Jone , 2023.
B. A.
Notary Public
Notary Public in and for the State of Alaska. My Commission Expires: 13 / 2026
STATE OF ALASKA OFFICIAL SEAL Elizabeth Mcgrath NOTARY PUBLIC My Commission Expires 11 13 24







June 20, 2023

#### To Whom It May Concern:

I am assisting Hillary MacDonald & Earl Warner with the financing of the proposed purchase of Wikan Enterprises, Inc. Due to the fact that the building that houses Wikan Enterprises, Inc. is on land leased from the borough, the structure of a Commercial Loan associated with a Real Estate purchase changes from a Commercial Real Estate loan, to a leasehold improvement and commercial equipment & inventory loan. It is considered a leasehold improvement, rather than real property.

Typically, banks are inclined to lend only a percentage of this value. In leasehold improvement scenarios where no real estate is involved, it is common for buyers to need to provide a 25% down payment for most commercial loans of this nature, with loan terms being much shorter than those of real estate loans, making the payments much higher.

Commercial Real Estate loans, depending on the loan program, may have a down payment as low as 5-10%. Commercial Real Estate loans can often offer longer loan terms making the monthly payments much lower.

The tax assessed value of the leasehold improvements associated with Wikan Enterprises Inc. is \$115,700. To substantiate the transaction's value, a bank would likely need to order a commercial real estate appraisal (or in this case leasehold improvement valuation) which can be quite expensive, or conduct an in-house valuation based on the specific circumstances. While it is possible for an appraisal to yield a slightly higher value than the tax assessment, it may not yield much higher, and would require the use of several comparable sales of a similar nature to establish the value solely for the improvements. Generally, an acceptable appraisal relies on 4-5 comparable properties for value substantiation, which may be hard to come by in the region. It is important to note that broker's opinions of value do not suffice, as they do not meet appraisal standards.

Additionally, when appraising an improvement on leased land, appraisers often take into account the adverse impact of the remaining lease term on the value. As the lease term shortens and approaches expiration, it tends to limit the potential sale price due to the exclusion of the land. Conversely, when the land is included in the transaction, the value is often higher, allowing the seller to demand a higher price that buyers may be willing to pay. Appraisers appropriately factor in this higher value. Real estate and building transactions offer a wider range of market and finance options compared to leasehold improvements alone.

It is worth noting that even programs such as the Small Business Administration (SBA) and the U.S. Department of Agriculture (USDA) have limitations when leasehold improvements are involved without any real estate. And these loan programs are quite appealing to a buyer trying to obtain financing for the purchase of a business of this nature.

FDIC (

Page 2 June 20, 2023 To Whom It May Concern

In closing, it would be much easier for a commercial lender, myself included, to approach this financing if it were associated with real property vs leasehold improvements. I can be available to answer any questions that might arise in this process. Please don't hesitate to contact me anytime.

Sincerely,

David Byrne Vice President

Commercial Loan Officer Juneau Financial Center

907-790-5143





Angela Menish Licensed Real Estate Agent Anchor Properties PO Box 2060 Petersburg, AK 99833

June 8, 2023

w: www.apaiaska.com

PO Box 2060 Petersburg, AK 99833 | **p:** 907.772.3300 | **1:** 907.782.4199 | **e:** Into@apalaska.com

Petersburg Alaska Borough Assembly PO Box 329 Petersburg, AK 99833

Dear members of the Borough Assembly,

I hope this letter finds you in good health and high spirits. I am writing to bring to your attention an urgent matter concerning the sale of Wikan Enterprises, a vital business in our community.

As a licensed real estate agent with Anchor Properties, I have had the privilege of representing my clients, John and Sheri Wikan, throughout the process of listing their esteemed diesel mechanic repair, sales, and service business. Wikan Enterprises has been the exclusive local dealership for Detroit Diesel, MTU, and Volvo Penta since its establishment in 1992.

The services provided by Wikan Enterprises are crucial to the fishing industry in Petersburg and the surrounding southeast Alaska communities. Fishing vessels heavily rely on the expertise and support offered by Wikan Enterprises to ensure their engines are in optimal condition, maximizing their fishing seasons. The potential impact of not selling the business in its entirety could have devastating consequences for these fishermen and their livelihoods. Petersburg Borough would also be adversely affected with loss of revenue stream from the absence of this business.

While there have been expressions of interest from two other parties, namely a federal agency and a refrigeration business, it is important to highlight that their interest has primarily centered around acquiring the building alone, rather than the entire business. To maintain the seamless provision of services

and preserve the legacy established by John and Sheri Wikan, it is crucial that the business is sold as a whole.

Fortunately, there is a couple who has demonstrated a sincere interest in acquiring the business and carrying it forward in its current form. They possess the necessary experience, dedication, and passion to ensure the continuation of the exceptional services provided by Wikan Enterprises. It is imperative that we prioritize their offer to maintain the level of service our community relies upon.

John and Sheri Wikan have been transparent from the beginning of the listing process, making it abundantly clear that their foremost priority is to ensure the availability of the services their business offers to the community. Their dedication to the community and their customers is admirable, and it is crucial that we honor their wishes throughout the negotiation process.

I kindly request your support in emphasizing the importance of selling Wikan Enterprises as a whole to potential buyers. By doing so, we can safeguard the essential services provided to the fishing community of Petersburg, Alaska, and surrounding areas.

Thank you for your attention to this matter. I look forward to discussing further details and collaborating to secure the best outcome for our clients, the community, and the continued success of Wikan Enterprises.

Sincerely.

Angela Menish

Licensed Real Estate Agent Alaska License #: 206037

**Anchor Properties** 

From:

Glorianne Wollen

Sent:

Wednesday, June 21, 2023 3:36 PM

To:

Debra Thompson; Chris Cotta; Karl Hagerman; Liz Cabrera

Subject:

RE: Wikan Enterprises Application to Purchase Borough Property

#### Thanks Debbie.

Harbormaster I am not in favor of starting the trend of selling leased property unless there are substantial strings attached, strings that are probably not legal and 20 yrs from now no one will remember. We need to secure that this is property will be used for Marine Services. We have lost considerable ground in support of the original concept of a marine industrial park with Bus Depot, a mechanic garage and a coffee stand all have been oked by a sympathetic City Council. I also expect that this would upset the present applecant in regards to every other lease that the Borough has with business/private.

Thanks, glo

From: Debra Thompson <a href="mailto:dthompson@petersburgak.gov">dthompson@petersburgak.gov</a>

Sent: Wednesday, June 21, 2023 2:52 PM

To: Glorianne Wollen <gwollen@petersburgak.gov>; Chris Cotta <ccotta@petersburgak.gov>; Karl Hagerman

<khagerman@petersburgak.gov>; Liz Cabrera <lcabrera@petersburgak.gov>

Subject: Wikan Enterprises Application to Purchase Borough Property

Dear Glo, Chris, Karl & Liz

John and Sheri Wikan are applying to purchase the land where their business is located (parcel #01-010-037) that they currently lease from the Borough. The Wikans are retiring and trying to sell the business to Earl Warner and Hillary Whitethorn. Earl and Hillary can get much better interest rates from the bank if the land the business is on is not leased land.

Anyway, please respond to this email with your comments as to whether any of your departments have a need for the subject parcel as soon as you can.

Thank you, Debbie

Debra K. Thompson, CMC Borough Clerk/Human Resources Director

From:

Chris Cotta

Sent:

Wednesday, June 21, 2023 3:51 PM

To:

Glorianne Wollen; Debra Thompson; Karl Hagerman; Liz Cabrera

Subject:

RE: Wikan Enterprises Application to Purchase Borough Property

I agree with Glo's comments and feel this proposed sale starts us down a slippery slope with other Borough leases. Also I seem to recall that at least one other entity (USFS) expressed some interest in acquiring parcel #01-010-037 if it were available for sale.

That being said, Public Works does not have any need for the parcel in question. Thanks,

Chris

From: Glorianne Wollen <gwollen@petersburgak.gov>

Sent: Wednesday, June 21, 2023 3:36 PM

To: Debra Thompson <a href="mailto:cotta">dthompson@petersburgak.gov</a>; Chris Cotta <a href="mailto:cotta@petersburgak.gov</a>; Karl Hagerman

<khagerman@petersburgak.gov>; Liz Cabrera <lcabrera@petersburgak.gov>

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Anyway, please respond to this email with your comments as to whether any of your departments have a need for the subject parcel as soon as you can.

Item 7D.

Thank you, Debbie

Debra K. Thompson, CMC Borough Clerk/Human Resources Director



From:

Liz Cabrera

Sent:

Wednesday, June 21, 2023 4:31 PM

To:

Chris Cotta; Glorianne Wollen; Debra Thompson; Karl Hagerman

Subject:

RE: Wikan Enterprises Application to Purchase Borough Property

Community Development has no public use for the parcel.

Just in case the question is asked, the borough has no mechanism to address the issue raised by Glo, i.e. restricting use to marine services in this area, through its existing zoning code.

From: Chris Cotta <ccotta@petersburgak.gov>

Sent: Wednesday, June 21, 2023 3:51 PM

To: Glorianne Wollen <gwollen@petersburgak.gov>; Debra Thompson <dthompson@petersburgak.gov>; Karl Hagerman

<khagerman@petersburgak.gov>; Liz Cabrera <lcabrera@petersburgak.gov>

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To: Debra Thompson <a href="mailto:cotta@petersburgak.gov">ctta <a href="mailto:cotta@petersburgak.gov">ctta@petersburgak.gov</a>; Karl Hagerman

<<u>khagerman@petersburgak.gov</u>>; Liz Cabrera <<u>lcabrera@petersburgak.gov</u>>

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Anyway, please respond to this email with your comments as to whether any of your departments have a need for the subject parcel as soon as you can.

Thank you, Debbie

Debra K. Thompson, CMC Borough Clerk/Human Resources Director



From:

Karl Hagerman

Sent:

Thursday, June 29, 2023 2:46 PM

To:

Debra Thompson; Glorianne Wollen; Chris Cotta; Liz Cabrera

Subject:

RE: Wikan Enterprises Application to Purchase Borough Property

Water, Sewer and Power utilities have no need for this subject parcel.

Karl Hagerman Utility Director 907-772-5421

Sent: Wednesday, June 21, 2023 2:52 PM

To: Glorianne Wollen <gwollen@petersburgak.gov>; Chris Cotta <ccotta@petersburgak.gov>; Karl Hagerman

<khagerman@petersburgak.gov>; Liz Cabrera <lcabrera@petersburgak.gov>

Subject: Wikan Enterprises Application to Purchase Borough Property

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Debra K. Thompson, CMC Borough Clerk/Human Resources Director

