CLERK'S OFFICE
APPROVED

6-28-11

Submitted by:

Chair of the Assembly at the

Request of the Mayor

Prepared by:

Community Development

Department

For reading

June 28, 2011

Anchorage, Alaska AR 2011-175

A RESOLUTION OF THE ANCHORAGE MUNICIPAL ASSEMBLY APPROVING AN ALCOHOLIC AND BEVERAGES CONDITIONAL USE FOR A PACKAGE STORE USE AND LICENSE NUMBER 4669 IN THE B-3 (GENERAL BUSINESS) DISTRICT, FOR WAL-MART STORES, INC., DBA WAL-MART SUPERCENTER #2070; LOCATED AT 3101 A STREET, CALAIS SUBDIVISION, TRACTS D-11 AND D-12; GENERALLY LOCATED EAST OF A STREET, SOUTH OF EAST BENSON BOULEVARD, AND NORTH OF CALAIS DRIVE.

(Midtown Community Council) (Case 2011-062)

# THE ANCHORAGE ASSEMBLY RESOLVES:

**Section 1**. An Alcoholic Beverages Conditional Use for a package store use and license number 4669 in the B-3 (General Business) District, for Wal-Mart Stores, Inc., dba Wal-Mart Supercenter #2070; located at 3101 A Street, on Calais Subdivision, Tracts D-11 and D-12; generally located east of A Street, south of East Benson Boulevard, and north of Calais Drive, and generally meets the applicable provisions of AMC 21.15.030, AMC 21.40.180.D8, and AMC 21.50.160.

**Section 2**. This conditional use is approved subject to the following conditions:

- 1. A Notice of Zoning Action shall be filed with the District Recorder's Office within 120 days of the Assembly's approval for this Package Store use and license in the B-3 District.
- 2. All uses shall conform to the plans and narrative submitted with this conditional use application.
- 3. This approval is for an Alcoholic Beverages Conditional Use in the B-3 District for a Package Store Use and License Number 4669 per AMC 21.15.030, AMC 21.40.180.D8, and AMC 21.50.160 for approximately 1,310 square feet of gross leasable area located at 3101 A Street, Anchorage, AK, on Calais Subdivision, Tracts D-11 and D-12.

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permitted per the Alaska Alcoholic Beverage Control Board requirements 5. All employees will be trained in accordance with the Alcoholic Beverage

On-premise sale of alcohol beverages will be seven days a week as

Control Board's "Liquor Server Awareness Training Program." Upon demand, the applicant shall demonstrate compliance with a liquor "Server Awareness Training Program" approved by the State of Alaska Alcoholic Beverage Control Board, such as or similar to, the program for "Techniques in Alcohol Management (T.A.M.)."

- The use of the property by any person for the permitted purposes shall comply with all current and future Federal, State and local laws and regulations including but not limited to laws and regulations pertaining to the sale, dispensing, service and consumption of alcoholic beverages and the storage, preparation, sale, service and consumption of food. The owner of the property, the licensee under the Alcoholic Beverage Control license and their officers, agents and employees shall not knowingly permit or negligently fail to prevent the occurrence of illegal activity on the property.
- 7. As a condition of use, current government-issued identification with birth date and photograph is required for all on-premise sales of alcoholic beverages under this package store conditional use.

Section 3. Failure to comply with the conditions of this conditional use permit shall constitute grounds for its modification or revocation.

Section 4. This resolution shall become effective immediately upon passage and approval by the Anchorage Assembly.

PASSED AND APPROVED by the Anchorage Assembly this 25th day of June , 2011. Delbie Ossiander

ATTEST:

(Case 2011-062) (Tax Parcel ID# 09-041-14)



# MUNICIPALITY OF ANCHORAGE **ASSEMBLY MEMORANDUM**

No. AM 367-2011

Meeting Date: June 28, 2011

From: MAYOR

Subject: AN ALCOHOLIC BEVERAGES CONDITIONAL USE FOR A

PACKAGE STORE USE AND LICENSE NUMBER 4669 IN THE B-3 (GENERAL BUSINESS) DISTRICT, FOR WAL-MART STORES, INC., DBA WAL-MART SUPERCENTER #2070; LOCATED AT 3101 A STREET, CALAIS SUBDIVISION, TRACTS D-11 AND D-12: GENERALLY LOCATED EAST OF A STREET. SOUTH OF EAST BENSON BOULEVARD, AND NORTH OF

CALAIS DRIVE.

Wal-Mart Stores, Inc., dba Wal-Mart Supercenter Number 2070, has made application for an alcoholic beverages conditional use for a package store use and license number 4669 in the B-3 (General Business) District, located at 3101 A Street, Calais Subdivision, Tracts D-11 and D-12; generally located east of

A Street, south of East Benson Boulevard, and north of Calais Drive.

This is a transfer of a liquor license from no premise. The petition site is 15.54 acres. The package store will occupy approximately 1,310 square feet of the 4,966 square foot commercial retail building. Hours of operation are as allowed by Municipal ordinance. Employees will be trained in security. The site is well lit.

Within 1,000 feet of this application, there are four (4) restaurant/eating place alcoholic beverages type licenses, two (2) beverage dispensary licenses, one (1) club license, and one (1) package store license. There are no known schools or churches within 200-feet of the petition site, according to Municipal records.

There were no comments received from the public in opposition to this conditional The Midtown Community Council did not provide comments on the conditional use at the time the report was written.

There are no delinquent Personal Property Taxes or Real Property Taxes owning at this time. No comments were received from the Anchorage Police Department or Department of Health and Human Services at the time this report was written.

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AR 2011-175

THIS CONDITIONAL USE FOR A PACKAGE STORE ALCOHOL BEVERAGES USE AND LICENSE NUMBER 4669 IN THE B-3 DISTRICT GENERALLY MEETS THE REQUIRED STANDARDS OF AMC TITLE 10 AND TITLE 21, AND ALASKA STATUTE 04.11.150.

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Angela C. Chambers, AICP, Current Planning Section Prepared by:

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Supervisor, Planning Division

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Jerry T. Weaver Jr, Director

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**Department of Community Development** 

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Dennis A. Wheeler, Municipal Attorney

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George J. Vakalis, Municipal Manager

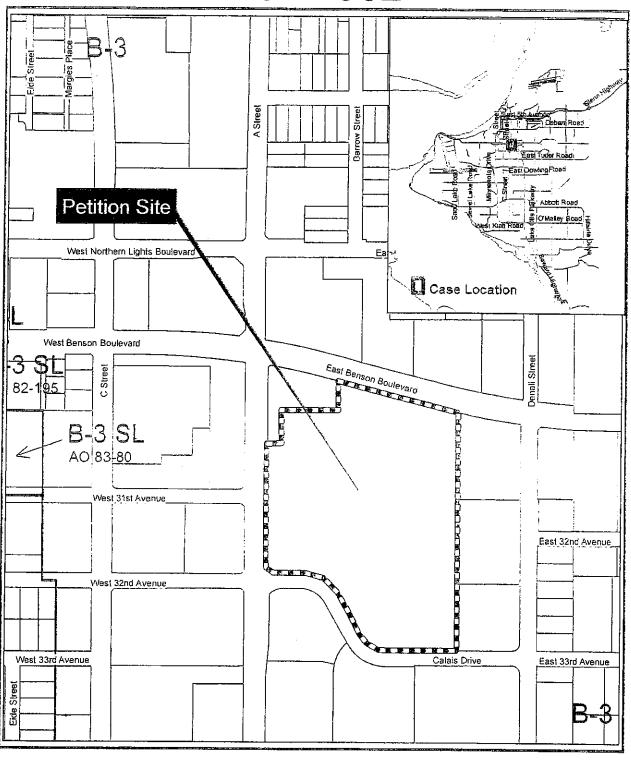
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Approved by:

Concur:

Concur:

Respectfully submitted: Daniel A. Sullivan, Mayor

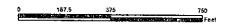


Municipality of Anchorage Planning Department

Date: May 02, 2011

Flood Limits

500 Year Floodway



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### PLANNING DIVISION

### STAFF ANALYSIS

### CONDITIONAL USE - ALCOHOLIC BEVERAGE SALES

DATE:

June 28, 2011

CASE NO.:

2011-062

APPLICANT:

Wal-Mart Stores, Inc.

Dba Wal-Mart Supercenter Store #2070

REPRESENTATIVE:

Michael White Patton Boggs, LLP

REQUEST:

A Conditional Use for Alcoholic Beverages in the B-3 SL

(General Business ) District for a Package Store License

#4669, per AMC 21.40.180.D8.

LOCATION:

Calais Subdivision, Tracts D-11 and D-12

STREET ADDRESS:

3101 A Street

COMMUNITY

Midtown

COUNCIL:

TAX PARCEL:

09-041-14 / Grid SW1631

**ATTACHMENTS** 

1. Application

2. Departmental Comments

3. Posting Affidavit and Historical Information

### RECOMMENDATION SUMMARY:

This conditional use generally meets the required standards of AMC Title 10 and Title 21, and State Statute 04.11.150.

### SITE:

Acres:

15.54 acre site, 1,310 SF Gross Leasable Floor Area

Vegetation:

Street and parking lot landscaping B-3 SL (General Business) District

Zoning:

Level

Topography: Existing Use:

Commercial Retail

Soils:

Public Sewer & Water

## COMPREHENSIVE PLAN - Anchorage 2020 Plan

Classification:

Major Employment Center and Redevelopment/Mixed-Use Area

Density:

N/A

### SURROUNDING AREA

	NORTH	EAST	SOUTH	WEST
Zoning:	B-3	B-3	B-3	B-3
Land Use:	Commercial	Commercial	Office	Office

### SITE DESCRIPTION AND PROPOSAL:

The petition site contains 15.54 acres, and the Wal-Mart Supercenter #2070 has 180,859 square feet of commercial retail space. The address is 3101 A Street, and the legal description is Calais Subdivision, Tracts D-11 and D-12. This is an existing Wal-Mart store. The property is zoned B-3 (General Business District).

Based on the application and floor plan diagram, the package store will contain 1,310 square feet. Hours of operation are as allowed by Municipal ordinance and as allowed by the Anchorage Beverage Control Board. All employees will be trained in accordance with the Alcoholic Beverage Control Board's Liquor Server Awareness Training Program. Employees will patrol the street frontage of the building to ensure the minimization of loitering. The applicant will work with surrounding tenants, neighbors, neighboring community councils and service patrols to combat any problems that arise in or near the facility.

The petitioner made application to the Alcoholic Beverage Control Board for a transfer liquor license from no premise, and is seeking final alcoholic beverages conditional use approval in the B-3 District per AMC 21.40.180.D8. Within 1,000 feet of this application, there are four restaurant/eating place alcoholic beverages type licenses, two beverage dispensary licenses, one club license, and one package store license. There are no known schools or churches within 200 feet of this site.

### PUBLIC COMMENTS:

Forty-nine public hearing notices were mailed on June 6, 2011. At the time this report was written, no public comments were received. Also, no comments were received from the Midtown Community Council.

## **FINDINGS**

A. Furthers the goals and policies of the Comprehensive Development Plan and conforms to the Comprehensive Development Plan in the manner required by Chapter 21.05.

The standard is met.

The subject property is located within an area designated as a Major Employment Center and Redevelopment/Mixed-Use Area on the Land Use Policy Map of the Anchorage 2020 Comprehensive Plan.

The Anchorage 2020 Comprehensive Plan does not specifically address the sale of alcoholic beverages in the community. A strategy of the adopted Anchorage 2020 Plan, however, calls for the development of locational standards and criteria for retail sales/service of alcoholic beverages. To date this has not been done.

Several goals of the Anchorage 2020 Plan address related issues such as recreational and economic opportunities. The sale of alcoholic beverages is part of the social, recreational and economic environment of the community. Hotel dining, night clubs, bars, and restaurants which serve alcohol enhance the hospitality and tourism industry in Anchorage, and provide eating places for local residents and downtown employees. Another of the Plan's stated economic development goals are: "Business Support and Development: a quality of life and a financial climate that encourages businesses to start up, expand, or relocate in Anchorage" (p. 41).

# B. Conforms to the standards for that use in this title and regulations promulgated under this title.

The standard is met.

The B-3 District zoning regulations allow alcoholic beverage sales through the conditional use permit process, AMC 21.50.160.

# C. Will be compatible with existing and planned land uses in the surrounding neighborhood and with the intent of its use district.

The standard is met.

The B-3 District is intended for general commercial uses in areas exposed to heavy automobile traffic. The district specifically is intended for areas at or surrounding major arterials intersections where personal and administrative services, convenience and shopping goods, vices, and automobile-related services are desirable and appropriate land uses.

AMC 21.50.160.B asks that a list of all alcohol licenses located within a minimum of 1,000 feet of the proposed conditional use be provided. There are four restaurant/eating place licenses, one package store license, and two beverage dispensary licenses, and one club license within a 1,000-foot radius of the petition site. Approving this package store license will add a second package store license within a 1,000-foot radius of the petition site.

Alaska Statute 04.11.410, Restriction of location near churches and schools, restricts beverage dispensary and package store licenses from being located in a

building the public entrance of which is within 200-feet of the public entrance of a church building, or from being located within 200-feet of school grounds. There are no known churches or schools within this separation distance.

- D. Will not have a permanent negative impact on the items listed below substantially greater than that anticipated from permitted development:
  - 1. Pedestrian and vehicular traffic circulation and safety.

The standard is met.

The B-3 District states that all required parking be provided on site. The off-street parking requirement is met. Also, public transit is available.

2. The demand for and availability of public services and facilities.

The standard is met.

The addition of a package store at this location will not impact public services. Electrical, water and sewer, natural gas are available on site. Road infrastructure and public transit is already in place. The petition site is within ARDSA, Police and Fire service areas.

3. Noise, air, water, or other forms of environmental pollution.

The standard is met.

As a land use, a package store conditional use and license will not cause or contribute to any environmental pollution. The parking lot is paved, which helps control air pollution.

4. The maintenance of compatible and efficient development patterns and land use intensities.

The standard is met.

The zoning, land use, and the general area land use will not change as a result of this conditional use permit for a package store license.

### Standards Chapter 10.50 Alcoholic Beverages

In the exercise of its powers and under AS 04.11.480 and 13 AAC 104.145 to protest issue, renewal and transfer or alcoholic beverage licenses within the Municipality of Anchorage, the Assembly shall consider whether the proposed license meets each and every factor and standard set forth below

A. Concentration and land use. Whether transfer of location or issue of the requested license will negatively impact the community through an increase in the concentration of uses involving the sale or service of alcoholic beverages within the area affected and will conform to the separate standards of AMC 21.50.020.

Approval of this conditional use will add a ninth liquor license and second package store within 1,000-feet.

Harry's Restaurant	3201 C St STE 200	License #323	Beverage Dispensary
Pizza Hut #2	100 E Benson Blvd	License #3712	Restaurant/Eating Place
Oaken Keg Spirit Shop #1806	600 E Northern Lights Blvd	License #795	Package Store
Peking Palace	500 E Benson Blvd	License #1691	Restaurant/Eating Place
Café Amsterdam	530 E Benson Blvd #3	License #3961	Restaurant/Eating Place
Clair d'Loon	3210 Denali St #8	License #4291	Restaurant/Eating Place
Petroleum Club	3301 C St #120	License #3586	Club
Outback Steakhouse	101 W 34 <sup>th</sup> Ave	License #3753	Beverage Dispensary

B. Training. If application is made for issue, renewal or transfer of a beverage dispensary license, restaurant or eating place license, or package store license, whether the applicant can demonstrate prospective or continued compliance with a Liquor "Server Awareness Training Program approved by the State of Alaska alcoholic Beverage Control Board, such as or similar to the program for techniques in alcohol management (T.A.M.). Until such plan is approved, training by a licensee's employees in the T.A.M. shall constitute compliance with this ordinance.

The standard is met.

The applicant states that all employees involved in the dispensing of alcoholic beverages will be trained in accordance with the T.A.M. training and hold the appropriate certificates.

C. Operations procedures. If application is made for issue, renewal or transfer of a license, whether the applicant can demonstrate prospective or continued compliance with operations procedures for licensed premises set forth in Section 10.50.035 of this code.

The standard is met.

AMC 10.50.035 sets forth that persons seeking the issue or transfer of a license shall comply with restrictions regarding happy hours, games or contests involving the consumption of alcohol, public transportation, notice of penalties, availability of nonalcoholic drinks, compliance determination with techniques in alcohol management (T.A.M.), solicitation of purchase of alcoholic beverages for consumption by employees, and warning signs. The petitioner has stipulated in his application that he will abide by requirements of AMC 10.50.035.

D. Public safety. When application is made for the renewal or transfer of location or transfer of ownership of a beverage dispensary license restaurant or eating place license, or package store license, the Assembly shall consider whether the operator can demonstrate the ability to maintain order and prevent unlawful conduct in a licensed premise. In determining the operator's demonstrated ability to maintain order and prevent unlawful conduct, the Assembly may consider police reports, testimony presented before the Assembly, written comments submitted prior to or during the public hearing, or other evidence deemed to be reliable and relevant to the purpose of this subsection. For purposes of this section and Section 10.50.035 "licensed premises" shall include any adjacent area under the control or management of the licensee.

The standard appears to be met.

According to the application the petitioner states that order will be maintained by properly trained staff and management. The premises will be clean and well-lit. No additional safety procedures are mentioned in the application. At the time this report was completed, no written comment had been received from the Anchorage Police Department.

E. Payment of taxes and debts. When application is made for renewal of a license the assembly shall consider, pursuant to AS 4.11.330, whether the applicant is delinquent in payment of taxes owed to the Municipality. When application is made for transfer of ownership of a license the Assembly shall consider, pursuant to AS 4.11.360, whether the municipality has received either payment or adequate security, for the payment of any debts or taxes, including any estimated taxes for the current year, arising from the conduct of the licensed business. Adequate security for the payment of debts and taxes may be in the form of: 1) escrowed funds sufficient to pay the debts and taxes claimed and any escrow fees; 2) actual payment of debts and taxes claimed; or, 3) a guarantee agreement in accordance AMC 10.50.030. Any guarantee agreement shall be in writing, signed by the transferor, transferee and Municipality

The standard is met.

There are no outstanding Business Personal Property taxes owing, according to the Treasury Division.

F. Public health. If application is made for the renewal or transfer of location or transfer of ownership of a license, the Assembly shall consider whether the operator has engaged in a pattern of practices injurious to public health or safety such as providing alcohol to minors or intoxicated persons, committing serious violations of State law relevant to public health or safety, or other actions within the knowledge and control of the operator which place the public health or safety at risk. In determining if a pattern of practices injurious to public health or safety exists, the Assembly may consider criminal convictions, credible proof of illegal activity even if not prosecuted, police reports, testimony presented before the Assembly, written comments submitted prior to or during the public hearing, or other evidence deemed to be reliable and relevant to the purpose of this subsection.

No comments were received from the Department of Health and Human Services at the time this report was written.

G. Municipality of Anchorage Alcoholic Beverage Licensee Compliance Form. In order to determine whether applicants seeking issue, renewal or transfer of alcoholic beverage licenses have complied with the provisions of this chapter, applicants shall, at the request of the Assembly, submit to the municipal clerk such information as is required on a municipal form prepared by the municipal clerk known as the Municipality of Anchorage Alcoholic Beverage Licensee Compliance Form. Upon request, operators shall also provide the municipal clerk with certificates from all current employees demonstrating that those employees have successfully completed a "Liquor Service Awareness Training Program" such as the program for techniques in alcohol management (T.A.M.) as approved by the State of Alaska Alcoholic Beverage Control Board.

This form was not requested of this applicant.

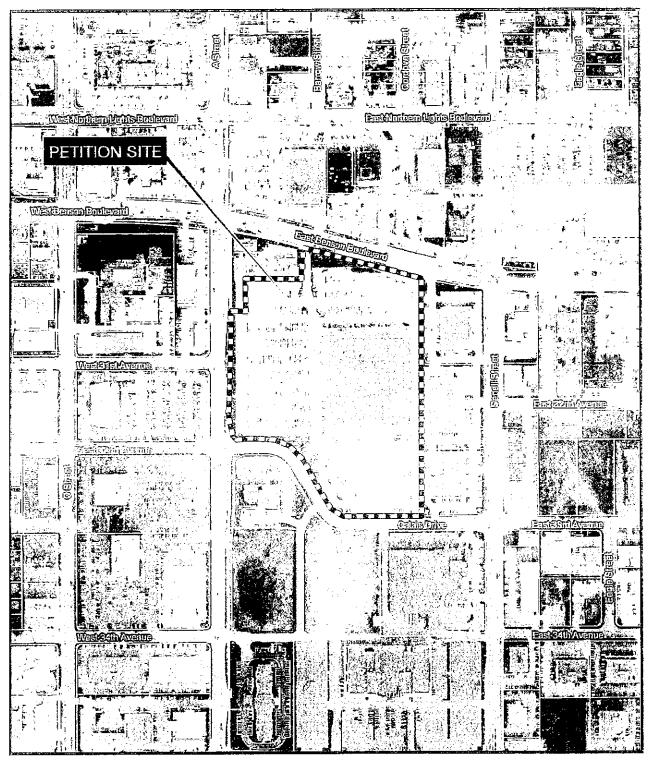
### RECOMMENDATION:

This application for a conditional use for alcoholic beverages in the B-3 District to allow a package store use and license number 4669 per AMC 21.15.030, AMC 21.45.180.D8, and AMC 21.50.160 for 3101 A Street, Anchorage, AK, generally meets the required standards of AMC Title 10 and Title 21.

If after a public hearing on the matter, the Anchorage Assembly finds that the required standards have been met, staff recommends the following conditions of approval:

1. A Notice of Zoning Action shall be filed with the District Recorder's Office within 120 days of the Assembly's approval for this Package Store use and license in the B-3 District.

- All uses shall conform to the plans and narrative submitted with this
  conditional use application.
- 3. This approval is for an Alcoholic Beverages Conditional Use in the B-3 District for a Package Store Use and License Number 4669 per AMC 21.15.030, AMC 21.45.180.D8, and AMC 21.50.160 for approximately 3,626 square feet of gross leasable area located at 3101 A Street, Anchorage, AK, on Calais Subdivision, Tracts D-11 and D-12.
- 4. On-premise sale of alcohol beverages will be seven days a week as permitted per the Alaska Alcoholic Beverage Control Board requirements
- 5. All employees will be trained in accordance with the Alcoholic Beverage Control Board's "Liquor Server Awareness Training Program." Upon demand, the applicant shall demonstrate compliance with a liquor "Server Awareness Training Program" approved by the State of Alaska Alcoholic Beverage Control Board, such as or similar to, the program for "Techniques in Alcohol Management (T.A.M.)."
- 6. The use of the property by any person for the permitted purposes shall comply with all current and future Federal, State and local laws and regulations including but not limited to laws and regulations pertaining to the sale, dispensing, service and consumption of alcoholic beverages and the storage, preparation, sale, service and consumption of food. The owner of the property, the licensee under the Alcoholic Beverage Control license and their officers, agents and employees shall not knowingly permit or negligently fail to prevent the occurrence of illegal activity on the property.
- 7. A copy of the conditions imposed by the Assembly in connection with this conditional use approval shall be maintained on the premise at a location visible to the public.



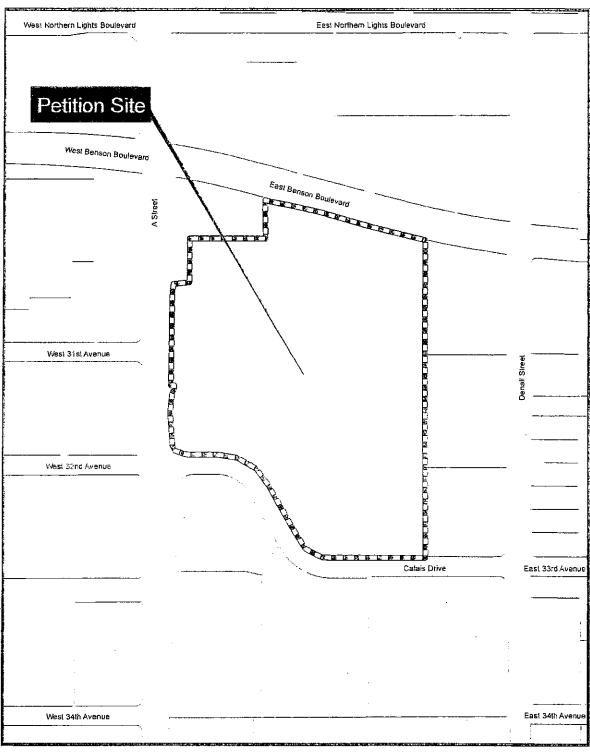
Municipality of Anchorage Planning Department

Date: May 02, 2011



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Municipality of Anchorage Planning Department

Date: May 02, 2011

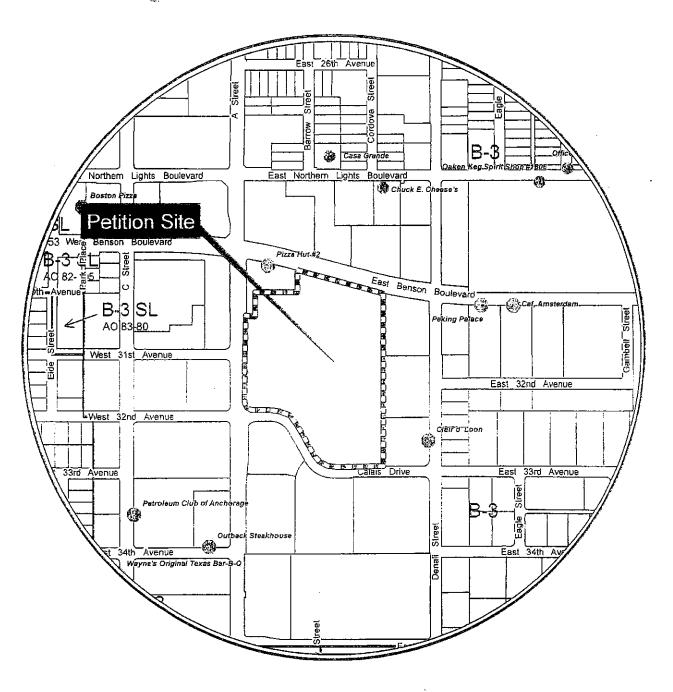
Mobile Home Park

Multi-Family

Single Family

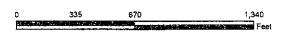
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**EXISTING LIQUOR LICENSES WITHIN 1000'** 



Municipality of Anchorage Planning Department

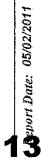
Date: May 16, 2011





# Alcohol Existing License List Report Case Number: 2011-062 Description: 1000'

Parcel	<u>Parcel Owner Name</u>	<u>Parcel Owner Address</u>	<u>City</u>	State	Zip
Business Name	Applicant Name	Business Address	Lic. Number	Lic. Zone	Lic. Type
00903709000	FOSS C R LIV TRUST 26.25 % & Harry's Bar and Grill, Inc.	3201 C ST SUITE 200	ANCHORAGE	AK	99503
Harry's Resfaurant		6601 Blackberry St	323	B3	Beverage Dispensary
00904115000	CALAIS CO INC	MS 0555	BENTONVILLE	AR	72712
Pizza Hut#2	Kurani, Inc.	100 E. Benson Blvd	3712	B3	Restaurant/Eating Place
00904201000	SEARS ROEBUCK & COMPANY	3333 BEVERLY ROAD/B2-122A	HOFFMAN ESTA	II.	60179
Oaken Keg Spirit Shop #1806	Carr Gottstein Food Co.	600 E Northern Lights Blvd	795	B3	Package Store
00904333000	TKB LLC	6130 OLD SEWARD HWY # B	ANCHORAGE	AK	99518
Peking Palace	John S Lee	500 E Benson Blvd	1691	B3	Restaurant/Eating Place
00904334000	SHIMEK JOSEPH R W.	PO BOX 93890	ANCHORAGE	AK	99509
Café Amsterdam	Shauna Pajak	530 E Benson Blvd #3	3961	B3	Restaurant/Eating Place
00905111000	CALAIS CO INC	2625 BLUEBERRY RD STE 204	ANCHORAGE	AK	99503
Clair d' Loon	Karen Lesko, Stephen P. Lesko	3210 Denali St #8	4291	B3	Restaurant/Eating Place
00906283000	SJ/JL CALAIS OFFICE II LLC	18818 TELLER AVE SUITE 277	IRVINE	CA	92612
Petroleum Club of Anchorage	Petroleum Club of Anch., Inc.	3361 C St #120	3586	B3	Club
00906284000	SJ/JL CALAIS OFFICE II LLC	PO BOX 320099	ALEXANDRIA	B3 <	22320
Outback Steakhouse	Anchorage Outback	101 W 34th Ave	3753		Beverage Dispensary



# Alcohol Church and School List Report

Case Number: 2011-062

Parcel Owner Name

Parcel

Description: 200'

Parcel Site Address

Description

Report Date: 05/02/2011

# Departmental Comments

# MUNICIPALITY OF ANCHORAGE

Planning & Development Services Dept. Development Services Division

**Building Safety** 

# **MEMORANDUM**

# Comments to Miscellaneous Planning and Zoning Applications

DATE:

May 23, 2011

TO:

Angela Chambers, Manager, Zoning and Platting

FROM:

Ron Wilde, P.E.

**Building Safety** 

SUBJECT: Comments for Case 2011-062

No Comment.

RECEIVED

MAY 2 3 2011

MUNICIPALITY OF ANCHORAGE PLATTING DIVISION

# Municipality of Anchorage MEMORANDUM

RECEIVED

MAY 2 6 2011

MUNICIPALITY OF ANCHORAGE PLATTING DIVISION

DATE:

May 26, 2011

TO:

Angela Chambers, Manager, Current Planning Section

FROM:

Jillanne Inglis, Land Use Plan Reviewer

SUBJECT;

Land Use Review Comments, May 31, 2011

Case #:

2011-062

Type:

Assembly, Conditional Use Permit

Subdivision: Calais Subdivision, Tracts D-11 and D-12

Grid:

SW 1631

Tax ID #:

009-041-14

Zoning:

B-3, General Business District

Land Use Review has no adverse comment concerning this case. The parking spaces provided are in compliance with AMC Title 21. This is an existing site plan for a large retail establishment.

(Reviewer: Jillanne Inglis)

# Municipality of Anchorage Treasury Division Memorandum

RECEIVED

MAY 1 6 2011

MUNICIPALITY OF MYCHORAGE PLATTING DIVISION

Date:

May 16, 2011

To:

Angela Chambers

Patty Long Planning Dept.

From:

Diana Flavin, Revenue Officer

Subject:

Liquor License Conditional Use Comments

Request for conditional use permit 2011-062 for Wal Mart, located at 3101 A St., Anchorage, AK.

I find no outstanding taxes on this account and have no reason to protest it.

# Application

# PATTON BOGGS...

601 West Fifth Avenue Suite 700 Anchorage, Alaska 99501 967-263-6308

Facsimile 907-263-5345 www.pattonboggs.com

Lynne E. Manna LManna@PattonBoggs.com

April 19, 2011

RECEIVED

Francis D. McLaughlin Senior Planner MOA 4700 Elmore Road Anchorage, AK 99507

APR 1 9 2011

**PLANNING DIVISION** 

Re:

Additional Items needed for the Conditional Use Permit Application for Wal-Mart

Store No. 2070

Dear Francis:

Please find enclosed 13 copies of the liquor store floor plan and the letter of authorization from Calais Company, Inc. I will forward you the original letter of authorization as soon as I receive it.

Please contact me should you have any questions. Thank you.

Sincerely,

Project Clerk

Enclosures

### CALAIS COMPANY, INC.

Commercial Properties 3111 DENALI STREET, SUITE 201 ANCHORAGE, ALASKA 99503 2011-060

FAX: (907) 277-3532

PHONE: (907) 277-3531

April 26, 2011

Sarah Cox Reyes
Realty Manager
Walmart and Sam's Club Realty-West Division
2001 SE 10<sup>th</sup> Street
Bentonville, AR 73716-0550
Sarah.cox@Wal-mart.com

Re: Wal-Mart #2070 - Anchorage, AK

Dear Ms. Reyes:

Calais Company, Inc. (Calais) has received a request from our property managers, Frampton and Opinsky, LLC, to write a letter supporting the issuance of a conditional use permit for alcoholic beverage sales at the midtown Wal-Mart store. Calais is the owner of the real property located at 3101 A Street (Wal-Mart store #2070).

While we do not want to be in a position to negatively influence Wal-Mart's decision to sell liquor in midtown, we do want the record to reflect conversations that we have had with Wal-Mart's General Manager, Marlene Munsell, related to potential problems and concerns that need to be addressed. We have been made aware of the ongoing and prevalent inebriate problem in the vicinity of this Wal-Mart store which has had an adverse impact on our property values and on the overall business of our tenants in midtown. We understand that last year there was a run on cough medicine at the midtown Wal-Mart. We have discussed with Marlene the fact that some of the businesses in the area have developed practices and policies to insure that the liquor sold was not of a quantity or price that would promote and aggravate an already sensitive issue. Knowing how sensitive and pervasive this issue has become, we hope that Wal-Mart will want to voluntarily promote some internal restrictions and controls. Calais remains willing to help address problems as they occur.

Having said that, as the owner of the real property at Wal-Mart's location at 3101 A Street in Anchorage, store #2070, Calais authorizes the application for a Conditional Use Permit for alcoholic beverage sales.

to President

Sincerely,

Judy Foss, President

# Application for Conditional Use Retail Sale Alcoholic Beverages

CUP-AB (Rev. 05/02)\*Front

Municipality of Anchorage Planning Department PO Box 196650 Anchorage, AK 99519-6650

Please till in the information asked for below.	用于某些人类的复数人的证明,这些人的有效的问题。 电压力 医克勒氏氏性皮肤皮肤 黃寶 经金属金额 经金属			
出现是中心是这些意思。 第15章 中心是这些意思的是一个一个一个一个一个一个一个一个一个一个一个一个一个一个一个一个一个一个一个	DEPOS PART TO THE PART OF THE			
PETITIONER*	PETITIONER REPRESENTATIVE (IF ANY)			
Name (last name first) Wal-Mart Stores, Inc.	Name (last name first) White, Michael D., Patton Boggs, LLP			
Mailing Address	Mailing Address			
702 S.W. 8th Street, Dept. 8916	601 W. Fifth Avenue, Suite 700			
Bentonville, AR 72716-0500	Anchorage, AK 99501			
Contact Phone: Day: (479) 204-2233 Night:	Contact Phone: Day: (907) 263-6300 Night:			
FAX: (479)204-9864	FAX: (907)263-6345			
Email: Arm Moogodinal-mart COM	E-mail: mwhite@pattonboggs.com			
*Report additional petitioners or disclose other co-owners on supplemental form. Failure to divulge other beneficial interest owners may delay processing of this application.				
PROPERTY INFORMATION				
Property Tax #(000-000-00-000): 09-041-14-000				
Site Street Address: 3101 A Street, Anchorac	je, AK 99503			
Property Owner (if not the Petitioner): Wal-Mart Real Es	tate Business Trust			
Current legal description: (use additional sheet in necessary)				
Tracts D-11 and D-12, Calais Subdiv	ision according to Plat 76-152 on			
file in the office of the Anchorage	District Recorder Third Judicial			
	pisciet accorder, mara outline			
District, State of Alaska.				
	Grid # SW1631			
Zoning: GBD B3 Acreage: 15.53	39 Grid # SW1631			
ALCOHOLIC BEVERAGE CONTROL BOARD LICENSE F	PROPOSED			
	Restaurant, exempt			
El beverage dispersary	<u> </u>			
El Develage Dispensary Tourion	Other (Please explain):			
L Diew 100	· · · · · · · · · · · · · · · · · · ·			
LA l'ackage ctore	number			
Transfer license location:				
Transfer license location:				
Transfer license location:	property described above and that I petition for a retail sale of alcoholic horage Municipal, Code of Ordinances. I understand that payment of with processing this application, and that it does not assure approval of			
Transfer license location: Transfer licensed premises doin  I hereby certify that (I am)(I have been authorized to act for) owner of the beverages conditional use permit in conformance with Title 21 of the Anot the application fee is nonrefundable and is to cover the costs associated with the conditional use. I also understand that assigned hearing dates are to Municipal Clerk, or the Assembly for administrative reasons.  3-30-11	property described above and that I petition for a retail sale of alcoholic norage Municipal, Code of Ordinances. I understand that payment of with processing this application, and that it does not assure approval of antative and may have to be postponed by Planning Department,			
Transfer license location: Transfer licensed premises doin  I hereby certify that (I am)(I have been authorized to act for) owner of the beverages conditional use permit in conformance with Title 21 of the Anct the application fee is nonrefundable and is to cover the costs associated with the conditional use. I also understand that assigned hearing dates are to Municipal Clerk, or the Assembly for administrative reasons.	property described above and that I petition for a retail sale of alcoholic horage Municipal, Code of Ordinances. I understand that payment of with processing this application, and that it does not assure approval of intative and may have to be postponed by Planning Department,			

Application for condition	onal use retail sale alcoholic beverages continued				
	<u>。                                    </u>				
	SIVE PLAN INFORMATION				
Anchorage 2020 Urban/Rural Services: ☑ Urban ☐ Rural					
Anchorage 2020 West Anchorage Planning Area: ☐ Inside ☐ Outside					
Anchorage 2020 Major Urban Elements: Site is within or abuts:					
IXI Major Emplo					
☐ Neighborhoo	Od Commorcial Common				
☐ Transit - Supportive Development Corridor					
Fagle River-Ch	ugiak-Peters Creek Land Use Classification:				
☐ Commercial					
	Er induotidi				
☐ Marginal land	* = · · · · · · · · · · · · · · · · · ·				
☐ Residential a					
Girdwood- Tum	The black and leading to the second of the s				
□ Commercial					
☐ Marginal land					
☐ Residential a	at dwelling units per acre				
ENVIRONMEN	TAL INFORMATION (All or portion site affected)				
Wetland Classific					
Avalanché Zone:	: ☑ None ☐ Blue Zone ☐ Red Zone				
Floodplain:	□ None □ 100 year □ 500 year				
Seismic Zone (H	larding/Lawson): 🗆 "1" 🗆 "2" 🗆 "3" 🖂 "4" 🗀 "5"				
Carrier warns Source in a service					
	JLATORY INFORMATION (Events that have occurred in last 5 years for all or portion site)				
☐ Rezoning - Ca					
□ Preliminary Pl	lat 🗆 Final Plat - Case Number(s):				
	lse - Case Number(s):				
☐ Zoning varian	nce - Case Number(s):				
	forcement Action for				
□ Building or La	and Use Permit for				
☐ Wetland perm	nit: Army Corp of Engineers Municipality of Anchorage				
	The state of the s				
DOCUMENTAT	TON				
Required:	Site plan to scale depicting: building footprints; parking areas; vehicle and pedestrian circulation; lighting;				
•	tandscaping; signage; and licensed premises location.				
	☑ Building plans to scale depicting: floor plans indicating the location of sales and service areas; building				
	elevations (photographs are acceptable).				
	🖾 Photographs of premises from each street frontage that include and show relationship to adjacent structures				
	and the premises visible street address number.				
	☑ Narrative: explaining the project; construction, operation schedule, and open for business target date.				
	FI Conv. of a zoning man showing the proposed location				
☑ Copy of completed Alcoholic Beverage Control Board liquor license application form including all drawings and					
	attachments, if filed with ABC Board.				
Optional:	☐ Traffic impact analysis ☐ Economic impact analysis ☐ Noise impact analysis				

Application for conditional use retail sale a	Contain State Stat
PROPERTY OWNER AUTHOR	RIZATION* (if petitioner is not property owner)
(DAME) hamby grant permission to as	and acknowledge that nerson shown as the petitioner on this application is applying for a conditional use
normit for the retail sales of alcoholic	beverages on a property under (MY)(OUR) ownership and that as part of the conditional use permit
process the Assembly may apply con	ditions which will be (MY)(OUR) responsibility to satisfy.
	See attached lease
	Cianatura
Date *Report additional petitioners or disclose of	Signature there co-owners on supplemental form. Failure to divulge other beneficial interest owners may delay processing of this application.
Topar occional personal	
	CONTON
FACILITY OPERATIONAL IN	ting business name (Provide both if name is changing):
What is the proposed of exist Wal-Mart Supercent	er #2070
4	
What is the gross leaseable to 180,859 for the en	ntire store
What is the facility occupant of	zapacity:
Liquor Area: 14;	seats(booth and non movable seats)?
What is the number of fixed s	seas/noutri and more moverno seasoly.
	contr/movable chairs stools etc. 1?
	seats(movable chairs, stools, etc.)?
No non-fixed seat	S page hours of appretion?
What will be the normal busing 24 hours per day,	1855 Hours of Operations: 7 days per week
Mile at will be the business be	ours that alcoholic beverages will be sold or dispensed?
What will be the business to	tems will prompt at the register when sales are not allowed based on local regulations.
	io of food sales to alcohol beverage sales will be?
what do you estimate the rat	do of 1000 odios to disorior sociologic
2% Alcoho	olic beverage sales
98% Food :	
Type of entertainment propo	Sed. (Mark all that apply)
☐ Recorded music ☐ Live i	WHERE I FROM CHANGE I FARIUR DARBERT TO ODOLONG STONG TO STONE
Do you propose entertainme	nt or environmental conditions in the facility that will meet the definition of *indecent ent" as set forth by AMC 8.05.420 Minors-Disseminating Indecent material or AMC
material" or "adult entertainm	ent as set for the AMC 6.05.420 Millions Disseminating independent materials ablishment?
10.40.050 Adult oriented esta	ADIISHIIRANA ET 1.02 ET 140
· · · · · · · · · · · · · · · · · · ·	是是自己的特别的,但是是这些人的。 第一章
DISTANCE FROM CHURCH	ES, DAY CARE, AND SCHOOLS
Locate and provide the names and a	address of all churches, day care, and public or private schools within 200 teet of the site property lines
Name	Address
None within 200 fe	eet.
MOHE WICHIER 200 L	
1	

PACKAGE STORES	the state and the ballo product inventors in the stare where the retail unit price is:
Provide the projected	percentage of alcoholic product inventory in the store where the retail unit price is:
14.00%	less than \$5.00
9.00 %	\$5.00 to \$10.00
56.00 %	\$10.00 to \$25.00
21.00 %	greater than \$25,00

# CONDITIONAL USE STANDARDS

The Assembly may only approve the conditional use if it finds that all of the following 4 standards are satisfied. Each standard must have a response in as much detail as it takes to explain how your project satisfies the standard. The burden of proof rests with you. Use additional paper if needed.

Explain how the proposed conditional use furthers the goals and policies of the comprehensive development plan and conforms to the comprehensive development plan in the manner required by AMC 21.05.

The proposed conditional use meets the goals of the comprehensive development plan. The use will contribute to the continuing growth and success of the area.

Explain how the proposed conditional use conforms to the standards for that use in this title and regulations promulgated under this title.

The proposed conditional use conforms to all such standards. AMC §21.50.160(B) requires that a conditional use involving the sale of alcoholic beverages must meet the standards of AMC §21.5.200. As detailed in the application, all of these standards are met by the Petitioner. The proposed use conforms to the Anchorage 2020 comprehensive development plan. The proposed use will be compatible with existing and planned land uses in the district and will not have a negative impact on such matters as vehicular traffic, demand for public services and environmental pollution.

Explain how the proposed conditional use will be compatible with existing and planned land uses in the surrounding neighborhood and with the intent of its use district.

The store compliments the surrounding commercial development and the addition of alcohol sales does not conflict with existing or planned uses in the immediate vicinity.

Explain how the proposed conditional use will not have a permanent negative impact on the items listed below substantially greater than that anticipated from permitted development:

- Pedestrian and vehicular traffic circulation and safety.
   The proposed conditional use is not anticipated to cause traffic or pedestrian flows to increase beyond the level of traffic normally utilizing the store for other purchases.
- 2. The demand for and availability of public services and facilities. The demand for public services will not be greater than anticipated. The following public services are available currently at the Walmart location: public utilities, police and fire protection, People Move Bus services.
- 3. Noise, air, water or other forms of environmental pollution.
  These will not be impacted as the services offered will be the same as has been offered historically since this Walmart location has been built and there have been no adverse environmental impact from the impact of the service provided.
- 4. The maintenance of compatible and efficient development patterns and land use intensities.

  The addition of being able to offer the sale of alcoholic beverages at the existing Walmart location will compliment the development of the area. No significant change to the existing operation, land use or use impact is expected to occur.

### STANDARDS CHAPTER 10.50 ALCOHOLIC BEVERAGES

In the exercise of its powers and under AS 04.11.480 and 15 AAC 104.145 to protest issue, renewal and transfer or alcoholic beverage licenses within the Municipality of Anchorage, the Assembly shall consider whether the proposed license meets each and every factor and standard set forth below.

Concentration and land use. Whether transfer of location or issue of the requested license will negatively impact the community through an increase in the concentration of uses involving the sale or service of alcoholic beverages within the area affected and will conform to the separate standards of AMC 21.50.020.

How many active liquor licenses are located on the same property as your proposed license? None

Within 1,000 feet of your site are how many active liquor licenses? 4, see attached

How would you rate this area's license concentration on a scale of 1 to 5 with 5 = high 1

How many active liquor licenses are within the boundaries of the local community council?

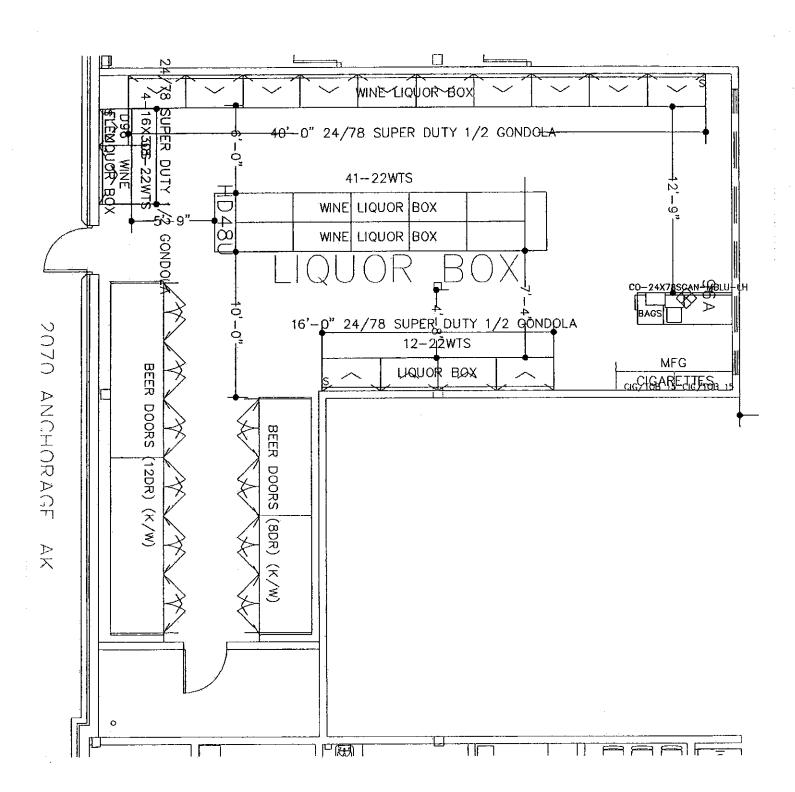
In your opinion, is this quantity of licenses a negative impact on the local community? No The area is growing and gaining more residents who want to shop close to home. The number of licenses in that rea reflect that land use pattern. The issuance of this license will not cause any significant change to the area. Allowing liquor sales at this store will continue to improve the economic viability of the community by allowing residents to shop closer to home.

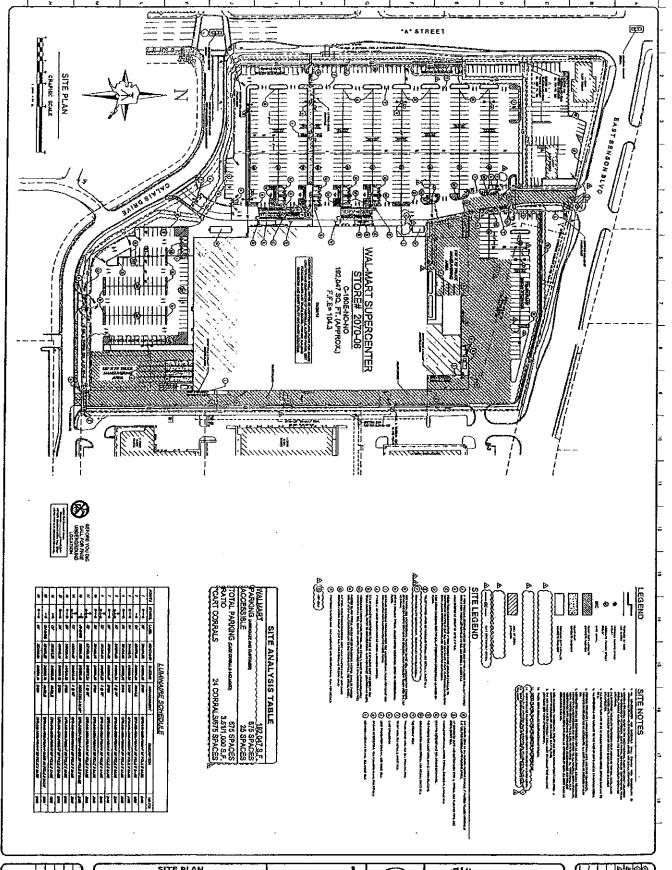
Application for conditional use retail sale alcoholic beverages continued  Payment of taxes and debts. When application is made for renewal of a license the assembly shall consider, pursuant
to AS 4.11.330, whether the applicant is delinquent in payment of taxes owed to the Municipality. When application is made for transfer of ownership of a license the Assembly shall consider, pursuant to AS 4.11.360, whether the municipality has received either payment or adequate security, for the payment of any debts or taxes, including any estimated taxes for the current year, arising from the conduct of the licensed business. Adequate security" for the payment of debts and taxes may be in the form of: 1) escrowed funds sufficient to Pay the debts and taxes claimed and any escrow fees; 2) actual payment of debts and taxes claimed; or, 3) a guarantee agreement in accordance AMC 10.50.030. Any guarantee agreement shall be in writing, signed by the transferor, transferee and Municipality
☑ Yes ☐ No Are real estate and business property taxes current? ☐ Yes ☑ No Are there any other debts owed to the Municipality of Anchorage?
Public health. If application is made for the renewal or transfer of location or transfer of ownership of a license, the Assembly shall consider whether the operator has engaged in a pattern of practices injurious to public health or safety, such as providing alcohol to minors or intoxicated persons, committing serious violations of State law relevant to public health or safety, or other actions within the knowledge and control of the operator which place the public health or safety at risk. In determining if a pattern of practices injurious to public health or safety exists, the Assembly may consider criminal convictions, credible proof of illegal activity even if not prosecuted, police reports, testimony presented before the Assembly, written comments submitted prior to or during the public hearing, or other evidence deemed to be reliable and relevant to the purpose of this subsection.
☑ Yes ☐ No As the applicant and operator can you comply? If no explain

	Additional space if needed.	
	This Walmart Store 2070 has been undergoing an expansion into a Supercenter at the existing location. This expansion will add groceries, alcohol and additional	
	available products to the existing location. The construction is currently	
	underway and the store is projecting a grand opening in September, 2011.	
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	·	
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# Active Liquor Licenses within 1,000 feet of Wal-Mart

- Boston's The Gourmet Pizza
   2830 C Street
   Anchorage, AK 99503
- Billiards Palace Bar & Grill 3400 C Street Anchorage, AK 99503
- Outback Steakhouse
   101 W. 34<sup>th</sup>
   Anchorage, AK 99503
- Oaken Keg Spirit Shop
   600 E. Northern Lights Blvd.
   Anchorage, Alaska 99503







SITE PLAN

PROPOSED SUPERCENTER EXPANSION WAL-MART #2070-06 STREET & BENSON BLVD, ANCHORAGE, ALAS

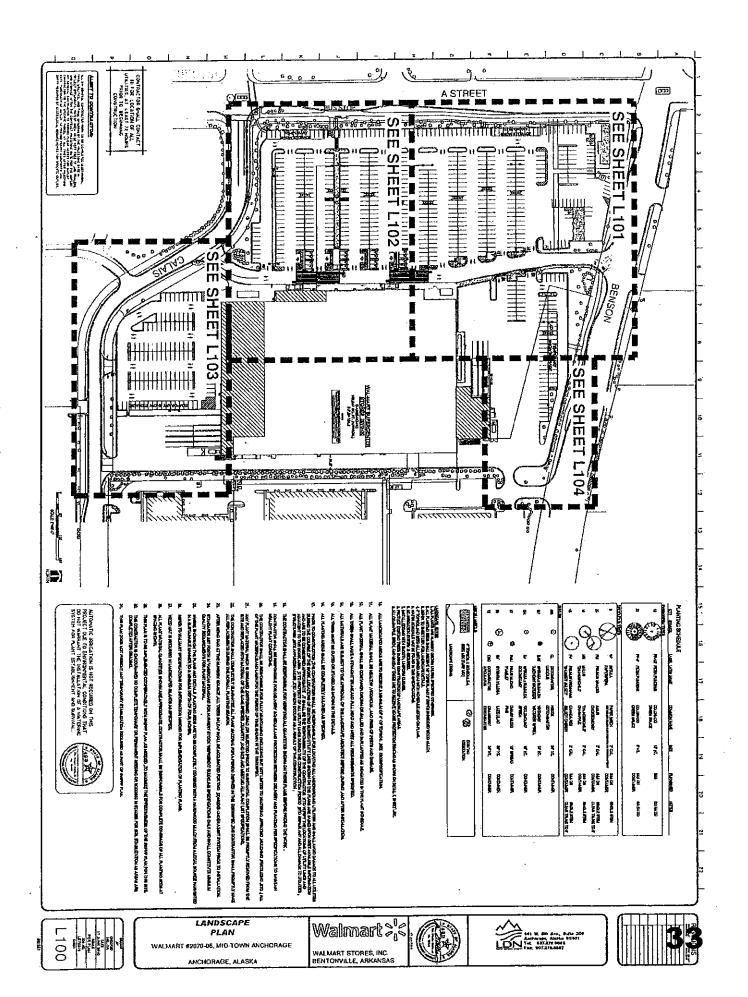


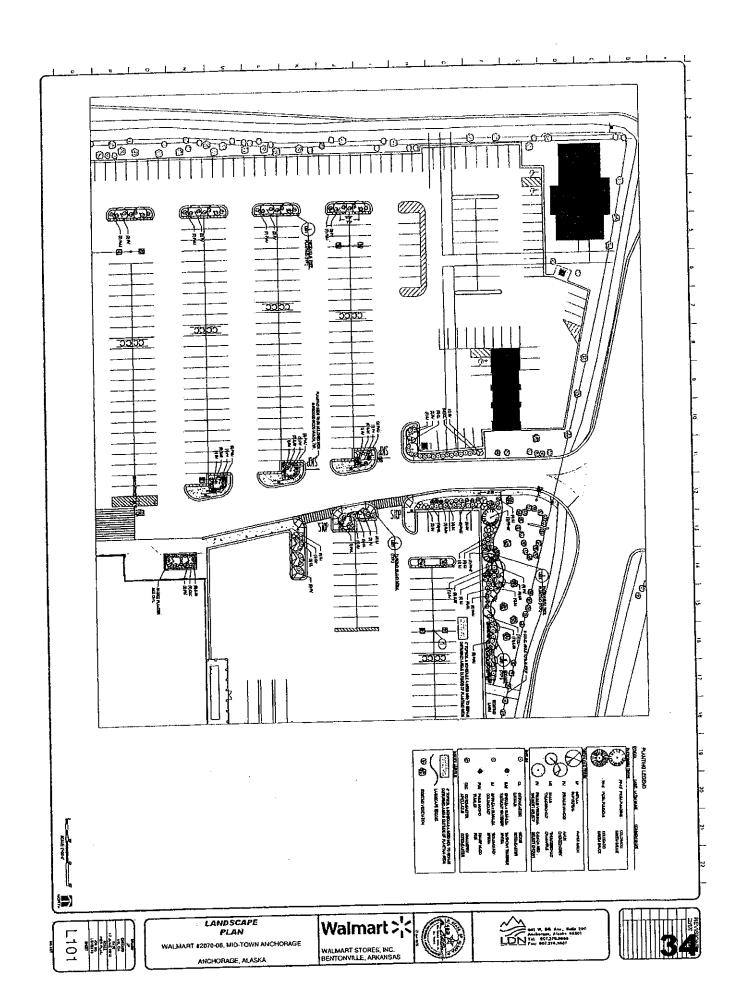


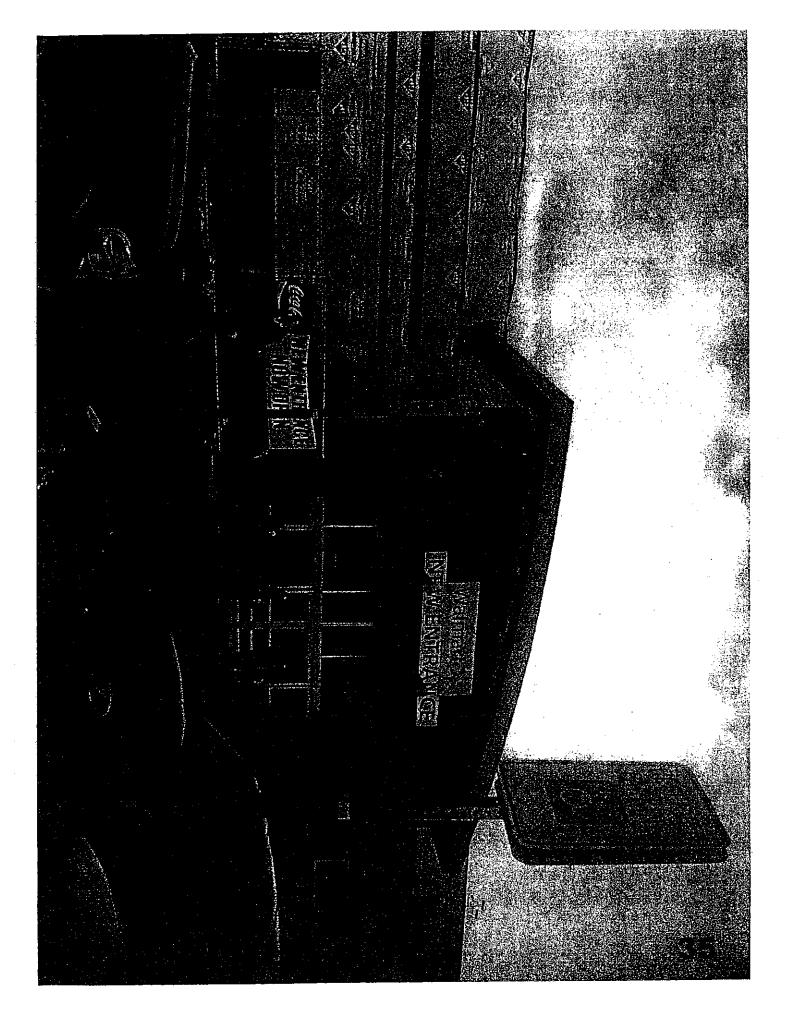


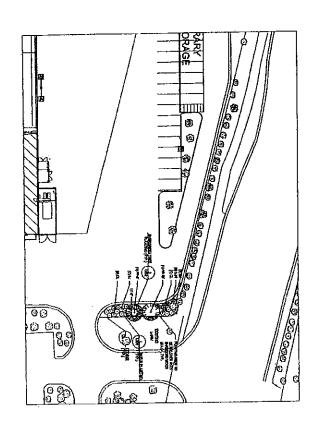


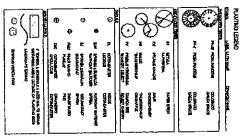












L104

LANDSCAPE PLAN

Walmart 🔆 WALMART STORES, INC. BENTONVILLE, ARKANSAS



CAT NO. São Area, Tuello 200 Anodoração, Alanho 99 301 7-2 807 279 3880 Fac: 907 279 3887



(110%) of the annual rent due during the fourth ten (10) year extension;

- (9) During the sixth ten (10) year extension the annual rent shall be the fair market value of the Premises as determined at the beginning of that extension period; and
- extension the annual rent shall be one hundred and ten percent (110%) of the annual rent due during the sixth ten (10) year extension.

Such rent shall be payable on the first day of each month in advance in equal monthly installments (except that rental payable for less than a full month shall be payable based on the number of days in such month for which such rental is payable) at Landlord's mailing address stated above or at such other place as Landlord has notified Tenant in writing at least thirty (30) days in advance.

- (c) Once the necessary information is available, Landlord and Tenant shall sign an addendum or addenda to this Lease specifying the exact Anniversary Date and the dollar amounts of the annual rents as calculated under the formulas specified above.
- (d) In determining the fair market value of the Premises for purposes of fixing the rent during an

extension period, the Premises shall be valued and appraised as unimproved land as defined herein. Unimproved land shall mean the demised land in its existing condition at the date of valuation or appraisal, disregarding all building or structural improvements above or below grade (building or structural improvements do not include excavation or backfill) and disregarding all landscaping, paving, leases and encumbrances. The unimproved land, as above defined, shall be valued or appraised at its highest and best use regardless of its actual use.

(e) If the Landlord and Tenant are unable to agree on the fair market value of the land at least thirty (30) days prior to the commencement of an extension period, Landlord and Tenant shall jointly select an appraiser from the regular Alaska membership of the Society of Real Estate Appraisers or the American Institute of Real Estate Appraisers, or the successor body of either group, who has been properly designated M.A.I. or S.R.E.A., or S.R.P.A., or any future similar designation which denotes proficiency in the appraisal of commercial property and which is recognized as such by either of the above two groups or their successor bodies. The written report of the above selected appraiser on the appraised fair market value of the Premises (using the aforesaid definitions and methods)

shall be conclusive and binding upon Landlord and Tenant for the purpose of determining rental for that extension period, unless either Landlord or Tenant object to such appraised value. The cost of the appraisal report shall be shared equally by Landlord and Tenant, even if objected to by either party.

(f) If Landlord and Tenant cannot agree on one appraiser as above provided, or either objects to the written report of the appraiser as above provided, Landlord and Tenant shall each select an appraiser from either of the above groups who holds any of the above-required designations. Either party may select the appraiser who was jointly selected as above provided and whose report was rejected. Those two appraisers shall select a third appraiser from either of the above groups and who holds any of the required designations. The appraised fair market value agreed upon in writing by two of these appraisers, or upon failure of any two to agree, the average value of the two appraisals closest to each other, shall be conclusive and binding upon Landlord and Tenant for the purposes of determining the rental for that extension period. Each party shall pay the fee of its selected appraiser and one-half the fee of the third appraiser.

# 4. RENTAL ADJUSTMENT:

(a) Notwithstanding subsection 3(b) above, the rent Tenant shall pay to Landlord shall be subject to an adjustment after there has been a "substantial change" in the use of the Premises or any part thereof. At the execution of this Lease, Tenant intends to use the Premises to operate a discount department store to make retail sales of consumers goods to the public. A "substantial change" will occur when the use of the Premises, or any part thereof, is changed by redevelopment or otherwise to any use other than the wholesale or retail sale of consumer goods to the public, or general office purposes ancillary to the wholesale or retail sale of consumer goods to the public, or entertainment purposes (e.g., a theater or bowling alley). By way of example and not by way of limitation, a change of use from a discount department store to a clothing manufacturer's outlet store would not be a "substantial change" in use, but a change of use of the building on the Premises from a discount department store to an office building, or a significant redevelopment of the Premises involving the demolition of the then existing building and the construction of a new office building or office buildings, would be a "substantial change" in use. A "substantial change" in the use of one

portion of the Premises shall be cause for an adjustment in the rent for that portion of the Premises affected by the "substantial change" of use whether or not the use of another portion of the Premises has been changed. For instance, the construction of an office building on one portion of the Premises that had previously been used as parking for a discount department store would constitute a "substantial change" that provides a basis for a rent adjustment as to that portion of the Premises required for the self-sufficient operation of the office building even though the remainder of the Premises is still being used for a discount department store. However, Tenant shall have the right to "outpad" by developing the perimeter of the Premises, or any other portions not utilized in the operation of the principal retail store, for any incidental, complementary business that provides goods or services to the public, such as a restaurant or a one-story branch bank or credit union. "Outpad" development for any incidental, complementary business shall not constitute a "substantial change" in use within the meaning of this Section 4.

(b) Effective as of the first extension period following a "substantial change" in the use of the entire Premises, the annual rent shall be increased so as

to equal eight percent (8%) of the fair market value of the Premises at the time of the commencement of such extension period. Effective as of the first extension period following a "substantial change" in the use of a portion of the Premises, the annual rent shall be adjusted so that the annual rental paid for that portion of the Premises affected by the "substantial change" in use shall be eight percent (8%) of the fair market value of such portion of the Premises. The annual rental paid for the remaining portion of the Premises not affected by the "substantial change" in use shall be at the rates specified for such extension period in subsection 3(b) above, except that such rates shall be applied so that only the portion of the Premises not affected by the "substantial change" in use is considered. In determining that portion of the Premises affected by a "substantial change" in use, all the land reasonably necessary to the self-sufficient operation of the building or improvements utilized for the "substantial change" in use shall be included. For purposes of this subsection 4(b), the fair market value of the Premises shall be determined as though the land were unimproved, and unimproved land for this purpose shall be defined in the same manner as it is defined in subsection 3(d) above.

(c) When a "substantial change" in the use of the Premises or a part thereof has occurred, Landlord and Tenant shall confer on the fair market value for the Premises (or the various portions thereof) and the appropriate rental adjustment. If at least thirty (30) days prior to the commencement of the first extension period following a "substantial change" in use Landlord and Tenant are unable to agree on the appropriate rental adjustment, the fair market value of the Premises (or the various portions thereof) shall be determined by an appraiser or appraisers in the same manner described in subsections 3(d), (e) and (f) above. The fair market value (or values) so determined shall then be used to calculate the rental adjustment under the methods set out above in subsection 4(b). No rental adjustment upon a "substantial change" in use shall be made if it would result in a lower annual rent for the entire Premises than that specified in subsection 3(b) above; in that event, Tenant shall pay Landlord the amount of rent specified in subsection 3(b) despite the "substantial change" in use.

(d) If a "substantial change" in use occurs and a rental adjustment is made, Tenant shall pay the rent as adjusted for the entire extension period first occurring after a "substantial change" in use. If the term of this

Lease is thereafter extended, the annual rental during such extension period and all subsequent extension periods for that portion of the Premises affected by the "substantial change" in use shall be eight percent (8%) of the fair market value of the land as determined at the beginning of each extension period, and the annual rental during such extension period and all subsequent extension periods for that portion of the Premises not affected by the "substantial change" in use shall be at the rates specified in subsection 3(b) as applied to just that portion of the Premises not affected by the "substantial change" in use. However, in no event shall the annual rent for the entire Premises for any extension period be less than the annual rent for such period specified for the entire Premises in subsection 3(b) above. For the purposes of this subsection, the fair market value of the land shall be determined by an appraiser or appraisers in the same manner described in subsections 3(d), (e) and (f) above.

### 5. USE OF PREMISES:

The Premises may be used for any lawful purpose subject to the provisions of this Lease.

# 6. TAXES AND UTILITY EXPENSES:

(a) During the term of this Lease, Tenant shall pay any water or sewer rents or charges imposed with

respect to the Premises or any improvements thereon and

Tenant shall pay all charges for sewer, water, and

electricity or other services furnished to the Premises or
the occupants thereof during the term of this Lease.

- (b) Beginning on June 1, 1993, or the date

  Tenant first commences its initial construction on the

  Premises, whichever occurs first, and continuing throughout
  the remainder of the term of this Lease and any extension
  periods. Tenant shall be responsible for paying all real
  estate taxes and special assessments assessed or levied
  against the Premises. For taxes and assessments assessed
  or levied prior to the separate platting of the Premises,
  Tenant shall promptly reimburse Landlord for its pro-rata
  share thereof after receiving Landlord's invoice. For
  taxes and assessments assessed or levied after the separate
  platting of the Premises, Tenant shall directly pay the
  local taxing authority.
  - (c) Tenant may, in its own name or in

    Landlord's name, take any action deferring payment of any
    amount due under this Section 6, or contest any tax or
    other charge for which Tenant is responsible hereunder.

    Landlord will execute any documents relating to any such
    action provided that Tenant shall indemnify, defend and
    hold Landlord harmless from any liability therefor and that

all reasonable expenses of any such action shall be borne by Tenant.

- (d) Any refunds or rebates of amounts paid hereunder shall belong to Tenant and Landlord shall aid Tenant in obtaining any such refund or rebate, provided that the cost of obtaining the same be paid by Tenant.
- (e) Nothing in this Lease shall be construed to require Tenant to pay inheritance, estate, transfer, successions, gift, income, franchise or profit taxes that are or may be imposed upon Landlord, its successors or assigns; however, if an income tax is imposed on the rentals Landlord receives for the Premises as a full or partial substitute for a tax on the real property encompassed by the Premises, then Tenant shall pay such income tax.
- (f) If a sales tax on the rentals Landlord receives under this Lease is imposed, Tenant shall promptly reimburse Landlord for such sales tax after receiving an invoice from Landlord therefor.

#### 7. IMPROVEMENTS:

(a) Tenant may at its own cost construct any buildings or other improvements on the Premises, provided that they shall be in accordance with all applicable building regulations.

(b) Prior to the commencement of construction of a building or other improvements, Tenant shall deliver to Landlord one set of construction plans and specifications for the exterior of the improvements, a plot plan showing the proposed location of the improvements, all utilities and service connections and all places of ingress and egress to public streets and roads, and plans for outdoor signs, lighting and landscaping. So long as the corporate entity named above as Tenant remains the Tenant under this Lease or continues to conduct business on the Premises after a transfer of the leasehold estate to a lender for security or sale/leaseback purposes, Landlord's approval of the plans, specifications or plot plans shall not be required before the construction of any buildings or other improvements is commenced. However, if some other person or entity succeeds to the named Tenant's interest under this Lease and the named Tenant does not continue to conduct business thereon, then such successor Tenant must first obtain Landlord's approval of the plans, specifications and plot plans before such construction is commenced and all construction shall only proceed in accordance with the plans and specifications approved by Landlord. Landlord shall not unreasonably withhold its approval of any plans or specifications.

...

- plans, specifications or plot plans shall not be for the purposes of assessing the architectural or engineering design and, by reviewing or approving such plans and specifications, Landlord assumes no liability or responsibility therefor, or for any defect in any structure constructed from such plans or specifications.
- (d) All buildings, structures and permanent improvements, including signs which have been or may be installed, placed or attached in or about the Premises by Tenant, shall remain the property of Tenant until the termination of the Lease. At the expiration or termination of the term of the Lease, or any extended term thereof, Landlord shall become the owner of all buildings, structures and improvements located on the Premises without any obligation to pay therefor, or Landlord may, at its option, require Tenant to remove such buildings, structures and improvements down to the slab-on-grade. In the event Landlord elects to require Tenant to remove the buildings, structures and improvements, Landlord shall notify Tenant of such election within sixty (60) days of Landlord's receipt of Tenant's notice that it will not extend the term of this Lease, or one hundred twenty (120) days prior to the end of the seventh extension period if this Lease has

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Landlord, Tenant shall then have until one hundred twenty (120) days after the end of the term of this Lease to complete removal of the buildings, structures and improvements down to the slab-on-grade, unless Tenant is delayed by adverse weather, act of God, labor strike or other cause beyond Tenant's control, in which case the time for Tenant to complete the removal of the buildings, structures and improvements shall be extended accordingly. Tenant shall retain all salvage rights in the buildings, structures and improvements that Landlord requires Tenant to remove from the Premises.

- (e) All utilities within and serving the Premises that are installed during Tenant's initial construction on the Premises shall be installed underground. All utilities installed after the initial construction shall be installed underground or in any other manner that is consistent with customary practice then followed for new construction in the area surrounding the Premises.
- (f) Tenant agrees that that portion of the Premises along the eastern and northern boundaries which is shown by shading on Exhibit A hereto shall be a "no-build" zone. Within the "no-build" zone, Tenant shall not

construct any above-ground buildings, structures or improvements of any kind (except for signs or kiosk-type structures not exceeding 400 square feet) without first obtaining Landlord's prior written consent. Landlord's consent to any construction in the "no-build" zone shall not be unreasonably withheld, but Tenant agrees that it shall not be unreasonable for Landlord to withhold its consent if any proposed building, structure or improvement within the "no-build" zone materially interferes with the exposure of the Denali Retail Center on Landlord's adjoining property to the traffic on Benson Boulevard.

- 8. REQUIREMENTS OF PUBLIC AUTHORITY AND CARE OF PREMISES:
- (a) Tenant shall, during the term of this

  Lease, comply with all laws and regulations of any
  governmental authority with respect to the Premises,

  provided that Tenant may in its own or in Landlord's name
  contest the validity or enforcement of any such law or

  regulation at Tenant's cost. Landlord shall execute any

  papers necessary to Tenant in any such action. Tenant

  shall indemnify and defend Landlord against any claim, loss

  or liability arising or resulting from Tenant's failure to

  comply with all laws and regulations of any governmental

authority, or from Tenant's contest of the validity of any such law or regulation.

shall keep the Premises and all improvements which at any time during the term of this Lease may be situated thereon, in good order, condition and repair during the entire term of this Lease, and Tenant hereby expressly waives the right to make repairs at the expense of Landlord as provided for in any statute or law in effect at the time of the execution of this Lease, or any amendment thereof, or any other statute or law which may be hereafter passed during the term of this Lease.

#### 9. LIENS:

mechanic's or other lien filed against the Premises by reason of any act or omission of Tenant, or by reason of any work performed or claimed to have been performed by or at the direction or sufferance of Tenant, provided that this section shall not be applicable to the lien of any mortgage or Deed of Trust or security agreement. It is understood and agreed that Tenant shall have the right, at its expense, to contest any lien filed against the Premises. In the event of such contest, Tenant shall give to Landlord, if requested by Landlord, a bond or other

reasonable security to insure payment of the lien and to prevent any sale, foreclosure or forfeiture of the Premises or improvements by reason of nonpayment. Tenant shall immediately pay any adverse judgment resulting from a lien contest and shall have such lien or liens released at Tenant's own expense. Without limiting Landlord's other rights with respect to liens, Landlord shall have the right to enter on the Premises at any time to post notices of non-responsibility under AS 34.35.065.

# 10. BOND FOR CONSTRUCTION:

Tenant remains the Tenant under this Lease, it shall not be required, for Landlord's benefit, to post a payment or performance bond prior to constructing any buildings or improvements on the Premises. However, if some other person or entity succeeds to the named Tenant's interest under this Lease, and such successor Tenant's net worth does not equal or exceed one hundred and fifty percent (150%) of the cost of constructing the buildings or improvements proposed to be constructed, then such successor Tenant shall, before commencing the construction of any buildings or other improvements where the contract price or cost thereof exceeds \$250,000, furnish to Landlord a performance and payment bond or bonds that provide for

the payment of all claims for labor and materials, and the complete and faithful performance of the construction work. The payment and performance bond or bonds shall name Landlord as an obligee, shall be in the amount of the cost or contract price of construction work, and shall have one or more corporate sureties acceptable to Landlord.

# 11. ASSIGNMENT AND SUBLETTING:

- (a) Tenant may sublease this Lease or any part of the Premises provided that Tenant shall remain liable for the performance of all obligations hereunder. Tenant may assign this Lease and be relieved of any further liability only with the written consent of Landlord, which consent shall not be withheld unreasonably.
- (b) Tenant agrees that Landlord shall not be obligated to consider or consent to any request for assignment of this Lease (except an assignment for loan security or sale/leaseback purposes) until or unless a Certificate of Occupancy for the retail store Tenant intends to build on the Premises has first been issued and is in effect. However, this subparagraph ll(b) shall not be construed as requiring Tenant to build on the Premises or to pursue a Certificate of Occupancy therefor.

# 12. INDEMNITY AND INSURANCE:

- (a) Tenant agrees to provide and keep in force general liability insurance naming the Landlord as an additional insured in an amount not less than the greater of: (1) one million dollars (\$1,000,000) in respect to injuries to any one person, two million dollars (\$2,000,000) in respect to any one accident, and three hundred thousand dollars (\$300,000) in respect to property damage; or (2) amounts which Landlord reasonably requires to adequately cover the risks involved so long as such amounts are not in excess of those customarily required in Anchorage, Alaska for similar developments or business operations. Tenant shall deliver certificates of such insurance to Landlord. Tenant shall have the right to provide self-insurance against risks covered by a standard general liability policy so long as Tenant's net worth shall equal or exceed \$150,000,000.
- (b) Tenant agrees to indemnify, defend and hold Landlord harmless from liability from injury or damage to any person or property, or from death of any person, resulting from the condition of the Premises (if said condition is not a result of Landlord's breach of its covenants contained in this Lease, or has not otherwise been caused by Landlord, its agents or servants), or

resulting from any acts or omissions of Tenant or anyone under its direction or control, including, but not limited to Tenant's agents or servants.

#### 13. CONDEMNATION:

If the whole of the Premises shall be taken or condemned by any competent authority for any public use or purpose under any statute or by right of eminent domain, or by private purchase in lieu thereof under threat of such eminent domain proceedings, then in either of such events, this Lease shall expire on the date when the Premises shall be so taken and the rent shall be prorated as of that date. Nothing contained herein shall prevent Landlord and Tenant from prosecuting claims in any condemnation proceedings for the value of their respective interests. In the event that part of the Premises shall be taken or condemned and the part so taken shall include any portion of a building(s) on the Premises or the part so taken shall remove ten percent (10%) or more of the total roadfront footage of the Premises, or the part so taken shall remove or separate twenty percent (20%) of the total parking area constructed on the Premises, or such partial taking shall result in cutting off or severely impairing direct access from the Premises to any adjoining street or highway, then, and in any such event, Tenant may elect to terminate this

Lease as of the date possession shall be taken by such authority. Such notice of election to terminate shall be given in writing to Landlord within ninety (90) days after official notice to Tenant of the portion to be taken. In the event Tenant shall not execute such option to terminate this Lease, or if part of the Premises shall be taken or condemned under the circumstances whereby Tenant does not have such option, then, and in either of such events, the rental for the balance of the term of this Lease shall be adjusted in an equitable manner. Any dispute about Tenant's right to terminate this Lease after condemnation or the adjustment of the rental after condemnation shall be submitted to nonbinding mediation conducted in Anchorage, Alaska, before any litigation over such dispute is commenced.

# 14. UTILITY EASEMENTS:

Tenant may grant reasonable easements to utility companies as may be required to service the improvements on the Premises and Landlord agrees to execute any documents necessary to evidence the same. Such easements, however, may not be for a period in excess of the term of this Lease unless Landlord expressly consents to extending such easements for a longer period. Landlord shall not unreasonably withhold its consent if longer term easements

are required by governmental authorities or the utility companies providing service to the Premises.

#### 15. MORTGAGES:

- (a) Landlord may, during the term of this
  Lease, mortgage or otherwise encumber the fee interest in
  the Premises, provided that such mortgage or encumbrance
  shall be subject to Tenant's rights under this Lease, and
  provided that the mortgagee or encumbrancer shall execute a
  non-disturbance agreement with Tenant confirming that
  Tenant's possession and occupancy of the Premises will not
  be disturbed so long as Tenant performs all its obligations
  under this Lease.
- Lease, the Premises or the improvements thereon, or any part thereof, under any first or other leasehold mortgage, Deed of Trust or security agreement and upon Landlord being notified of the making of any such mortgage, Deed of Trust or security agreement Landlord agrees that (i) as a result of any default there shall be no cancellation, amendment or termination of this Lease by joint action of Landlord and Tenant without first providing the secured party an opportunity to satisfy said default in a reasonable time; (ii) Landlord shall give any secured party simultaneous notice of termination and such party shall have the same

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period after service of such notice to remedy the default and Landlord shall accept such performance as if the same had been done by Tenant and (iii) Landlord will execute any agreement requested by Tenant acknowledging the above rights of any secured party and granting to such party reasonable notice of any default hereunder and an opportunity to cure the same.

#### 16. REPLATTING:

(a) At the execution of this Lease, the Premises are part of a larger tract (or larger tracts) of land owned by Landlord. Tenant shall, at its expense, have a survey conducted of that part of the larger tract (or tracts) of land in order to determine the precise land Tenant requires to be included in the Premises. Once that survey has been completed and provided to Landlord, and Landlord has agreed to the land to be included, Tenant shall proceed to re-plat the property so that the Premises is legally separate from Landlord's other property. Landlord shall cooperate with Tenant in completing the re-platting. The re-platting shall be at the expense of the Tenant except that, if the public authorities require as a condition of replatting that Tenant install roads or other improvements, and such roads or other improvements benefit Landlord's property adjoining the Premises,

Landlord shall share the costs of such roads or improvements with Tenant on an equitable basis. The re-plat shall not be recorded until after Tenant's right of early cancellation as provided in Section 20 has lapsed or been waived.

public authority requires, or Tenant desires, the re-platting of the Premises, Tenant shall perform such re-platting and shall bear all costs thereof. Tenant shall not re-plat the Premises of its own volition without first obtaining Landlord's written consent to such re-platting, which consent shall not be unreasonably withheld. In such re-platting, Tenant shall provide for reasonable access to Landlord's adjacent property from and through the Premises. Landlord shall cooperate with Tenant in completing such re-platting.

# 17. OUIET ENJOYMENT:

- (a) Tenant, upon paying rent and complying with all other provisions hereof, shall quietly have and enjoy the Premises during the term of this Lease.
- (b) Landlord represents and warrants that it has fee simple title to the Premises and the power and authority to execute and deliver this Lease and to comply with all the provisions hereof, and further warrants that

(i) the Premises is free from all liens, encumbrances and title defects except those matters set forth in the Preliminary Commitment for Title Insurance that Landlord has provided to Tenant under Section 21, and (ii) that when the Premises is to be delivered to Tenant possession of the entire Premises will be delivered to Tenant and the same shall be free and clear from liens, encumbrances and defects in title except those matters set forth in the Preliminary Commitment for Title Insurance Landlord has provided to Tenant under Section 21.

#### 18. DEFAULTS:

- (a) The occurrence of any of the following shall constitute a default by Tenant: (i) a failure to pay any installment of rent within ten (10) days of the date it is due; (ii) a failure to pay within ten (10) days of the date it is due any other charge that Tenant is required to pay under this Lease; or (iii) a failure to perform or comply with any other provision of this Lease within thirty (30) days after Landlord has given Tenant notice in writing of such failure to perform or comply.
- (b) Upon default, Landlord shall have the right at its election, at the time of Tenant's default or at any time thereafter, and while such default shall continue, to give Tenant notice of termination of this

Lease and all Tenant's rights hereunder, which termination shall be effective upon the date (at least twenty (20) days hence) specified in the notice. On the effective date of the Lease termination, the term of this Lease and all rights granted Tenant hereunder shall come to an end as fully as if the Lease then expired by its own terms, and Tenant covenants to peaceably and quietly yield up and surrender to Landlord the Premises and all structures and improvements thereon (excluding any personal property, trade fixtures, goods and equipment), and to execute and deliver to Landlord such instrument or instruments as shall be required by Landlord to properly evidence termination of Tenant's rights hereunder. Upon termination as provided for above, Landlord shall have the right to repossess the Premises and the structures and improvements thereon, either with process of law or through any form of suit or proceeding, as well as the right to sue for and recover all rents and other sums accrued up to the time of such termination. No rentals shall be due under this Lease for the unexpired portion of the Lease term that remains after the date of termination.

(c) Upon default, Landlord shall also have the right at its election, without terminating this Lease, to sue for and recover all rents and other sums, including

damages, from time to time accruing hereunder. Landlord's re-entry of the Premises, or its acts in maintaining the Premises, or its efforts to relet the Premises after Tenant has defaulted, shall constitute an election by Landlord to terminate this Lease.

(d) If Landlord gives notice of any default under subsection 18(a)(iii) above, which by its nature cannot be cured within the period specified therein, then such period shall be extended for so long as Tenant is diligently proceeding to cure such default as soon as is reasonably possible under the circumstances.

#### 19. WAIVERS:

Neither party hereto shall be deemed to have waived any right hereunder for failure to complain of any act or omission of the other party.

# 20. RIGHT OF EARLY CANCELLATION:

It is understood and agreed between the parties that Tenant intends to develop and erect a discount department store in and upon said land, and shall require a period of time within which to develop plans therefor, and to secure loan commitments therefor. It is therefore agreed between the parties that Tenant shall have the right to cancel the within Lease at any time before June 1, 1993,

by furnishing notice in writing to Landlord at the address herein provided if any of the following occur:

- (1) if it is determined by Tenant that the soil on or under the Premises is such that it is not economically feasible to use the Premises for the location of a shopping center;
- (2) if Tenant is prevented from constructing improvements as presently contemplated on the Premises, by any zoning, building or other regulation issued by any authority having authority over the development of the Premises;
- (3) if Tenant determines that necessary utilities, including water, sewer, electricity and gas are not available at the edge of the Premises without Tenant incurring costs in excess of thirty thousand dollars (\$30,000); or
- (4) if Tenant is unable to obtain loan commitments to finance the construction of improvements on the Premises.

In the event notice shall not be delivered to Landlord by the deadline provided, then this Lease shall remain in full force and effect for all purposes.

# 21. TITLE EXAMINATION AND INSURANCE:

obtained a Preliminary Commitment for Title Insurance issued by TransAlaska Title Insurance Agency, Inc. and dated August 25, 1992. Within fifteen (15) days after Tenant's request therefor, Landlord shall furnish Tenant a policy of title insurance in an amount equal Three million seven hundred to forty one thousand dollars (\$3,741,000,00) issued by the same company, or by another company approved by Tenant, insuring Landlord's marketable title in the leasehold estate created hereunder. Tenant shall reimburse Landlord for the cost of such title insurance.

#### 22. INDIVIDUAL LEASES:

Landlord shall, if requested by Tenant, split this
Lease into several leases which shall collectively cover
the entire Premises, shall collectively provide for rental
equal to the rental reserved hereunder, shall otherwise be
upon the same terms and conditions as are provided herein
and shall provide for such cross-easements for access as
Tenant may reasonably request. Such several Leases shall
not affect Tenant's liability for rental and for
performance.

#### 23. ZONING:

Landlord hereby represents and affirms that, at the time of the execution of this Lease, the Premises is presently zoned for commercial purposes of such designation as will now permit the erection of a shopping center under the terms of the zoning ordinances now applicable to the property.

# 24. RIGHT OF FIRST REFUSAL:

In the event that at any time during the term of this Lease, Landlord shall elect to sell to a third person all or a portion of the Premises as described in Exhibit "A" hereto, Tenant or its successors or assigns shall be given the right of first refusal to purchase the same in accordance with the procedures hereafter set forth. In the event Landlord shall secure a firm offer in contract form executed by any third person, said offer shall be submitted to Tenant, or its successors or assigns, in writing, and the latter shall have sixty (60) days from the date of receipt of said notice in which to meet the terms of said purchase as set forth in said contract. In the event Tenant shall not have notified Landlord in writing of its election to purchase the property within the sixty (60) day period aforesaid, or if Tenant shall fail to comply with the terms of said offer to purchase within the

periods therein provided, the Landlord shall have the right to sell the property upon the terms and conditions set forth in said notice to the third person designated therein. In the event Landlord shall not forthwith thereafter consummate said sale, then the right of first refusal herein shall continue in full force and effect with respect to any future contemplated sale. In the event Tenant, or its assigns, shall elect to purchase upon the terms contained in said notice, then Tenant shall consummate said purchase in accordance with the terms and Landlord shall convey the property executing good and sufficient warranty deed, and shall furnish an owner's title policy to Tenant, or its assigns, in the amount of the purchase price. For the purposes of this Section 24, a third person shall mean any person, partnership, firm or corporation other than Landlord, except that the provisions of this Section 24 shall not apply to transfers from Landlord to: (1) any subsidiary, parent or sister corporation of Landlord; (2) any successor entity (incorporated or unincorporated) that differs from Landlord only in form or name; or (3) a liquidating trustee or the shareholders of Landlord in the liquidation or dissolution of the corporation. The provisions of this Section 24

shall also not apply to any sale or transfer of the shares in the corporation that is Landlord.

# OR OTHER CASUALTY:

Should Tenant's improvements be damaged by fire, the elements or other casualty in any amount exceeding ten percent (10%) of the total replacement cost of all Tenant's improvements, then Tenant may at its option terminate this Lease by written notice to Landlord within thirty (30) days after said casualty. Whether or not this Lease is terminated after such casualty, Tenant shall remove the debris and clean up the affected area within 120 days of the casualty.

# 26. UNDERGROUND CONDITIONS AND WATER DRAINAGE:

- (a) Tenant has made, or prior to the construction of any building will make, its own soil tests and this Lease is made subject to and without liability because of or resulting from any fill or any subsurface or soil condition upon the leased land.
- (b) Unless previously agreed upon by Landlord and Tenant, Tenant shall not drain or discharge water from the leased land on to adjoining land except for historical drainage or discharge; the leased land shall be graded and drained to cause the discharge of all water on the streets

adjoining the leased land or into an established drainage easement, if any, on the leased land.

# 27. MINERAL RESERVATION CLAUSE:

- (a) Landlord expressly reserves unto itself, its successors and assigns, all oil, gas, associated hydro-carbons and minerals and the right to prospect for, mine and remove said oil, gas, hydro-carbons and minerals, provided that such reserved estate and the rights incident thereto are limited to a depth more than five hundred feet (500') below the surface of the real estate conveyed, or more than five hundred feet (500') below any surface use of said real estate, whichever depth is the greater. In any event, Tenant's use of the surface and such portion of subsurface as is necessary for effective use of the surface shall not be disturbed or impaired by this mineral reservation or the exercise of any rights pertaining thereto.
- (b) Landlord agrees that it shall not erect, install or use on the Premises any well, structure or equipment of any kind whatsoever for the prospecting, drilling, producing or development of any oil, gas, associated hydrocarbons or minerals without the prior written consent of Tenant, which consent may be withheld in Tenant's sole and absolute discretion. In the event

Landlord conducts any prospecting, drilling, producing, or development of any oil, gas, associated hydrocarbons or minerals on or around the Premises, Landlord agrees that:

(i) the surface and surface improvements on the Premises shall be fully supported; (ii) any wellhead shall be located no closer than two hundred (200) feet from the closest boundary of the Premises; (iii) no mine shaft shall be closer than five hundred (500) feet to the surface of the Premises; and (iv) no mining pit shall be located closer than two hundred (200) feet to the closest boundary of the Premises.

#### 28. HAZARDOUS MATERIALS:

store Hazardous Materials on the Premises or permit others to use or store Hazardous Materials on the Premises except in accordance with applicable law. Tenant shall indemnify, defend and hold Landlord harmless from and against any and all losses, liabilities, fines, damages, injuries, clean-up costs, penalties, expenses and claims of every kind, to the extent the same (1) are attributable to Tenant, or Tenant's employees, lessees or invitees, or Tenant's use or occupancy of the premises, and (2) result from or are related to the presence of Hazardous Materials on or under the Premises, or the escape, seepage, leakage, spillage,

discharge, emission or release of Hazardous Materials on, under or from the Premises. However, Tenant shall not be responsible for any Hazardous Materials placed or existing on or under the Premises prior to the date of this Lease, nor shall Tenant be responsible for any Hazardous Materials that are leaked, spilled, emitted, released or discharged on to the Premises from adjoining property or from other sources outside the boundaries of the Premises.

- (b) Landlord shall indemnify, defend and hold Tenant harmless from and against any and all losses, liabilities, fines, damages, injuries, clean-up costs, penalties, expenses and claims of every kind, to the extent the same result from or are related to the presence of Hazardous Materials on or under the Premises at the time of the execution of this Lease, or the escape, seepage, leakage, spillage, discharge, emission or release of Hazardous Materials on, under or from the Premises at any time prior to the date of this Lease.
- "Hazardous Materials" means oil, oil products and by-products, refined oil products and by-products, and any substance, waste or material now or hereafter regulated by federal, state or local governmental authority.

(d) The indemnity, defense and hold harmless obligations of Tenant and Landlord under this Section 28 shall survive the termination of this Lease.

#### 29. NO DEDICATION:

After consultation and coordination with Tenant, Landlord shall have the right to close, from time to time, any or all portions of the parking area or areas to such extent as may, in the opinion of Landlord's counsel, be legally sufficient to prevent a dedication thereof or the accrual of any rights therein to any person or to the public.

## 30. SCREENING OF GARBAGE STORAGE AREA:

Tenant must provide a screened or fenced area for the temporary storage of garbage or trash pending removal of such material. Plans for such screening or fencing shall be submitted to Landlord in accordance with Section 7 above.

#### 31. MISCELLANEOUS:

- (a) Time is of the essence in the performance of each provision of this Lease.
- (b) No notice hereunder shall be effective unless sent postage prepaid by United States registered or certified mail, return receipt requested, direct to the other party at the address first mentioned above or at such

other address as either party may designate by notice given in accordance with this section.

- within ten (10) days after any request of the other, certify in writing to any person specified in such request, as to the existence, amendment, validity of this Lease, the existence of any default or counterclaim hereunder and any other matter reasonably requested. Any such certificate may be relied upon by any party requesting it and by any person to whom the same may be exhibited.
- (d) This Lease shall be construed under and governed by the laws of the State of Alaska. Any lawsuit arising out of or related to this Lease shall only be initiated in a state or federal court of competent jurisdiction in Anchorage, Alaska.
- (f) This Lease shall not be recorded. The parties will, within fifteen (15) days of the date hereof, execute a memorandum of lease and record the same in the real estate records for the Anchorage Recording District. The memorandum of lease shall include all provisions requested by either party, except that the amount of rent shall not be set forth.

- (g) In the event that Tenant holds over at or after the end of the term, the tenancy shall be deemed a month-to-month tenancy.
- (h) As used herein, the singular shall include the plural and the masculine gender shall include the feminine and neuter genders unless the context shall require otherwise. Section headings are for convenience and shall not be used to construe this Lease. This Lease may be executed in multiple counterparts, each of which shall be an original. The terms "Landlord" and "Tenant" as used herein shall mean only the owner at the time of Landlord's or Tenant's interest herein (or any part thereof) and, unless provided otherwise herein, upon the sale or assignment of the interest of either party hereto, their successors in interest shall be deemed to be Landlord or Tenant, as the case may be.
- (i) This Agreement contains the entire Agreement among the parties hereto, supersedes all prior agreements and may be modified only in writing.
- (j) Unless otherwise expressly provided herein, the provisions of this Lease shall bind and inure to the benefit of Landlord and Tenant and their respective successors.

IN WITNESS WHEREOF, the parties hereto have hereunto set their hands and seals the day and year first above written.

By:

LANDLORD CALAIS COMPANY, INC.

C. R. Foss

CALAIS COMPANY, INC.

John P. McManamin Secretary

STATE OF ARKANSAS )

COUNTY OF BENTON )

The foregoing instrument was acknowledged before me this \_\_\_\_\_\_ of December, 1992, by Muchael Conference of WAL-MART STORES, INC., a Delaware corporation, on behalf of the corporation.

Notary Public in and for Arkansas My Commission Expires: 10-1-2003

STATE OF WASHINGTON

Mun. of anchorage

SS.

) N

OFFICIAL BEAL
BARBARA BENSON
NOTARY PUBLIC - ARKANSAS
BENTON COUNTY
My Commission Expires Oct. 1, 2007

The foregoing instrument was acknowledged before me this gthe day of December, 1992, by C. R. FOSS,

President of CALAIS COMPANY, INC., an Alaska corporation, on behalf of the corporation.

Notary Public in and for Washington My Commission Expires: april 1, 1993

STATE OF ALASKA

SS.

THIRD JUDICIAL DISTRICT )

The foregoing instrument was acknowledged before me this /// day of December, 1992, by JOHN P. McMANAMIN, Secretary of CALAIS COMPANY, INC., an Alaska corporation, on behalf of the corporation.

Notary Public in and for Alaska My Commission Expires: April 1993

P5A92:334/4493.99999

#### Transfer Liquor License

PAGE 1 OF 2

(907) 269-0350 Fax: (907) 272-9412 www.dps.state.ak.us/abc

Alcoholic Beverage Control Board 5848 E Tudor Rd Anchorage, AK 99507

This application is for:

Seasonal – Two 6-month periods in each year of the biennial period beginning and ending

X Full 2-year period Mo/Day

SECTION A - LICENSE II	NFORMATION. Must be co	ompleted fo	or all types of applications.	Statute Reference		FEES			
icense Year:	License Type:					License Fee: \$			
	Package Store			Sec. 04.11150		Filing Fee: \$100.00			
icense #: 4669						Fingerprint:			
ocal Governing Body: (City, B	orough or Unorganized)	Comm	nunity Council Name(s) &	Mailing Address:		(\$54,25 per person)			
Aunicipality of Anchora	nge								
						Total Submitted: \$			
lame of Applicant (Corp/LLC/I	LP/LLP/Individual/Partnership):								
		Doing	Business As (Business Na	me):		ss Telephone Number: 277-8015			
Wal-Mart Stores, Inc.				(4/2)	19) 2.11-00.15				
		Wal-	Mart Supercenter #	Fax Nu					
				<del></del>		204-9864 Address:			
dailing Address: 02 Southwest 8 <sup>th</sup> Street		Street	Address or Location of Pro	emise:	Email.	Addiess.			
02 Southwest 8 Street		3101	A Street		louis.	louis.knapp@wal-mart.com			
City, State, Zip:		Anci	iorage, AK 99503						
Bentonville, AR 72716-0	500								
ECTION B - TRANSFEI	R INFORMATION.								
Regular Transfer			Name and Mailing Address of CURRENT Licensee:						
1 Transfer with security interes	st: Any instrument executed und	er AS	AS Wal-Mart Stores, Inc.						
voluntary transfer, must be file	ing AS 04.11.360(4)(b) in a late ed with this Application (15 AA	'C							
104,107). Real or personal property conveyed with this transfer mu			nust be   Wal-Mart Supercenter # 3813						
described. Provide security interest documents.  ☐ Involuntary Transfer. Attach documents which evidence default			Street Address or Location BEFORE transfer:						
S 04 11 670			No premise						
	TO BE LICENSED. Must		ted for RELOCATION ap	optications. GREATER than 50 miles	from the l	ooundaries of an			
Closest school grounds:	□ AS 04.11.410	Distance measured under:  □ AS 04.11.410 OR							
45 miles	X Local ordinance N  Distance measured v		Premises is	LESS than 50 miles from unified municipality.	the bound	raries of air incorporated eny,			
Closest church:	☐ AS 04.11.410	OR	X Not applicab						
55 miles Premises to be licensed is:	X Local ordinance N	0:	☐ Plans submitted to Fire Marshall (required for new & proposed buildings						
☐ Proposed building	•		X Diagram of premises attached						
Existing facility New building									
oes any individual comorate o	officer, director, limited liability	organizati	on member, manager or pa	inther named in this applic	ation have	any direct or indirect interes			
n any other alcoholic beverage:	business licensed in Alaska or a se the following: Attach addition	ny outet st	aie?						
Name	Name of Business	Туре	of License	Business Street Add	ress	State			
See attached list			:						
ree attached list		<del>                                     </del>							
		<del> </del>							
						· · · · · · · · · · · · · · · · · · ·			
<u>.</u>				ther named in this applica	tion been	convicted of a felony a			
Ias any individual, corporate or iolation of AS 04, or been con-	I fficer, director, limited liability victed as a licensee or manager	organizatio of licensed	n member, manager or par premises in another state of	ance named in this applicant the liquor laws of that s	tate?	CONTROLLE OF A TOTORY, A			
K Yes □ No If Yes, attach w	ritten explanation. See atta	ched list		<u> </u>					
Diffice use only		··· <del>···</del>							
Date Approved		- 1	Director's Signature						

Alcoholic Beverage Control Board 5848 E Tudor Rd Anchorage AK 99507 PH: 907 269-0350 - FX: 907 272-9412

Transfer App 3/09

### Liquor License

PAGE 2 of 2 Licensee Information www.dps.state.ak.us/abc

Corporations, LLCs, LLPs and LPs must be registered with the Dept. of Community and Economic Development.									
Name of Entity (Corporation/LLC/LLP/LP) (or N/A if an Individual ownership):					Telephone Number:		Fax Number:		
Wal-Mart Stores, Inc.	•		(479) 204-2188		(479) 204-9864				
Corporate Mailing Address:		City			State:		Zip Code:		
702 S.W. 8 <sup>th</sup> Street	Midnig , teaches		ntonville	AR			72716-0500		
Name, Mailing Address and Telephone Numb	er of Registered	Agent:		Date of Incorporation OR			State of Incorporation:		
CT Corporation Systems, 801 W.	Juneau, AK 998	Certification with DCED: 1/29/99			Alaska				
Is the Entity in compliance with the reporting requirements of Title 10 of the Alaska Statutes? X Yes No									
If no, attach written explanation. Your entity must be in compliance with Title 10 of the Alaska Statutes to be a valid liquor licensee.									
Entity Members (Must include President,	Secretary, Treas	urer, Vic	e-President, Manage	r and Sha	reholder/Member with at k	ast 10%)		Date of Birth	
Name	Title	%	Home Add	lress & To	elephone Number	Work Tel Num		Date or Durin	
See attached officer list.	<del></del>								
See attached officer fist		-		<u> </u>		<del> </del>			
	<del></del>	ļ				<del> </del>			
·			J						
		Γ						_	
		<b>-</b>							
NOTE: On a separate sheet provide inform	ation an	rebin of	her organized entitle	es that or	e shareholders of the lice	nsee.			
	,								
Individual Licensees/Affiliates (The Al	3C Board defin	es an "A	Affiliate" as the spou	ise or sig	nificant other of a license	e. Each Affi	liate must	be listed.)	
Name:		Applie	caint □	Name:			Applic	ant □ ite □	
Address:		Affilia	ate 🗇	Address:			Ami	ie D	
Date of Birth:		of Birth:	Home Phone: Date of Birth			f Birth:			
Home Phone:			,, 5	Work Phone:					
Work Phone:  Applicant □				Name: Applicant 🗅					
Name:			ate 🗆	Address:				nte 🗆	
Address:								CD: 45	
Home Phone:			Date of Birth: Home Work I				Date	of Birth:	
Work Phone:									
WOLK LUOUG:									
Declaration  • I declare under penalty of perjury that I have examined this application, including the accompanying schedules and statements, and to the best of my knowledge									
							trol Board.	The undersigned	
I further certify that I have read and am than the licensee(s) has any direct or indirect.	eci financiai inil	eresi in u	ne ncensea ousiness.				,		
I agree to provide all information require	red by the Alcol	olic Bev	verage Control Board	în suppo	rt of this application.				
Signature of Current Licensec(s)		Signature of Transferee(s)							
Signature HMM HMMMUN				Any masur					
Signature			Signate	Signature					
Name & Title (Please Print)	Name	Name & Title (Please Print) Amy Thrasher, Assistant Secretary							
Arny Thrasher, Assistant Secretary				1					
Subscribed and swom to before me this	1	Subscribed and sworn to before me this							
- IST day of MARCH, 2011	day of IDARCH, day				1st day of MARCH, 2011				
Notary Public in and for the State of Alaska	. Notary	Notary Public in and for the State of Alaska							
1 n. O ILAA.		•		$\mathcal{O}_{\mathbf{A}\mathbf{A}\mathbf{C}}$	JAMA			•	
1 117M X KULU		1 DUVI SHELLIK							
My commission expires: 7/20/20:	My co	mmission	1 expires: 7/28/208	)O		777			

#### STATE OF ALASKA ALCOHOLIC BEVERAGE CONTROL BOARD

#### STATEMENT OF FINANCIAL INTEREST

#### CONFIDENTIAL

TO BE COMPLETED BY EACH APPLICANT, EITHER INDIVIDUAL OR CORPORATE

AS 04.11.450(a) states that no person other than a licensee may have a direct or indirect financial interest in the business for which the license is issued.

Applicant:	nnt: Wal-Mart Stores, Inc. 702 Southwest 8 <sup>th</sup> Street Bentonville, AR 72716-0500					DBA: Wal-Mart Supercenter # 2070 3101 A Street Anchorage, AK 99503			
EIN or SSN:		<b>.</b>	Location:	310	1 A S1	reet, And	chorage, AK 99503		
	List each	owner	, shareholder,	, membe	er in ti	ne boxes l	below:		
Please see attac	ched								
,									
			,						
List below per in furthering p	sons, firms, lending inst ourchases of assets, rever	itutio nues c	or operating	capital	for th	e license	may have any financial involvement		
	NAME	i 	ADDRES:	S	AM	OUNT	PURPOSE		
None									
			· · · · • • • · ·	-					
		<u> </u>	<del> </del>						
Under the perschedules and	nalties of perjury, I decla	are the	at I have exa f my knowle	mined edge an	this a	pplicatio	on, including accompanying rue, correct, and complete.		
//	pplicant/Transferee			Su	bscrib	ed and s	sworn to before me this		
Any I	luasher		<i>i</i> .	24	<u>r</u> 1	Day of -	March 20 11		
N Amy Thrashei	Assistant Secretary						ball		
Date			· :	Notar My co	y Pub mmi:	lic in and ssion exp	d for the State of Arkansas pires July 28,2020		

#### **AFFIDAVIT**

Wal-Mart Stores, Inc. stock is publicly traded on the New York Stock Exchange

with 11 billion shares authorized and approximately 4,614,000,000 shares issued as of January 31, 2011. No individual owns more than 1% stock.

Amy Thrasher Assistant Secretary

STATE OF ARKANSAS)

COUNTY OF BENTON )

Sworn to and subscribed before me this 24th day of March , 2011, by Amy Thrasher.

My commission expires July 28, 2020.

Notary Public

#### WAL-MART STORES, INC. FEIN 71-0415188

#### **WAL-MART**

NAME AND TITLE Michael Duke

President & CEO

Director

Karen Roberts

Sr. VP & Chief Compliance

Officer

Charles Holley

Treasurer Rogers, AR

Lori Cottrell 11600 Assistant Secretary

Amy Thrasher Assistant Secretary RESIDENCE ADDRESS

16 Pinnacle Drive Rogers, AR 72758

19 Stonehenge Drive Bentonville, AR 72712

2 Vintage Point

72758

Mill Dam Road

Bentonville, AR 72712

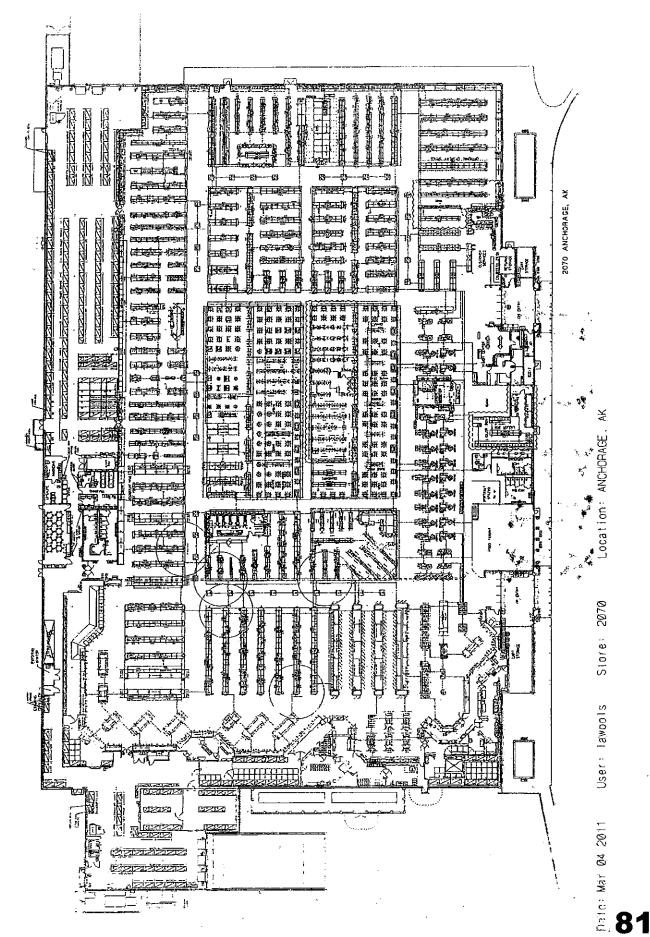
30 Watson Drive Bella Vista, AR 72714

The above officers / directors own less than 1% stock of Wal-Mart Stores, Inc., a public corporation.

SSN & DOB

Wal-Mart Private

The above officers / directors own less than 1% stock of Wal-Mart Stores, Inc., a public corporation.



# CURRENT FINGERPRINT CARDS WERE PROVIDED WITH WAL-MART LICENSE RENEWALS AND ARE ON FILE WITH THE ABC

#### RECEIVED

MAR 17 201

PATTON BUSGO CIT

**AFFIDAVIT** 

Wal-Mart Stores, Inc. stock is publicly traded on the New York Stock Exchange

with 11 billion shares authorized and approximately 4,614,000,000 shares issued as of January 31, 2011. No individual owns more than 1% stock.

Tori Cottrell
Assistant Secretary

Notary Public

# AFFIDAVIT OF PUBLICATION

STATE OF ALASKA
THIRD JUDICIAL DISTRICT

Hope Bauman being first duly swom on oath deposes and says that he is a representative of the Anchorage Daily News, a daily newspaper. That said newspaper has been approved by the Third Judicial Court, Anchorage, Alaska, and it now and has been published in the English language continually as a daily newspaper in Anchorage, Alaska, and it is now and during all said time was printed in an office maintained at the aforesaid place of publication of said newspaper. That the annexed is a copy of an advertisement as it was published in regular issues (and not in supplemental form) of said newspaper on

February 23, 2011

and that such newspaper was regularly distributed to its subscribers during all of said period. That the full amount of the fee charged for the foregoing publication is not in excess of the rate charged private individuals.

Signed NOW E. BAUMAN

Subscribed and sworn to before

me this 8 day of March

Notary Public in and for The State of Alaska. Third Division Anchorage, Alaska MY COMMISSION EXPIRES

4-22-14



LIQUOR LICENSE

liquor license to Walmart Stores, Inc. 1d/b/a Walmart Supercenter #2070 located at 3101 A Street,

Anchorage: Alaska 99503 -

Interested persons should submit written comment to their ocal poverning body the applicant and storage and storage control Board at 5848 E. Jugos

# STATE OF ALASKA ALCOHOLIC BEVERAGE CONTROL BOARD

AFFIDAVIT IN CONNECTION WITH POSTING LIQUOR LICENSE APPLICATION Section 04.11.260, 04.11.310, & AAC 104.125 Alaska Statutes, Title 4

#### **POSTING AFFIDAVIT**

	1, th	e undersigned, being first duly sworn on oath, depose and say that:
1	a.	Posting of application for a newTonsfer liquor license
	•	for Wal-Mart Supercenter #2070
	•	located at 3101 A Street, Ancharage, AK 99503.
		(address and/or location)
QR	b,	Posting of application for transfer of a Package Store   liquor license
	į	currently issued to No Premise whose business name (d/b/a)
		islocated at(address and/or location)
		(address and/or location)
2.	Has	been completed by me for the following 10 FULL day period
		03/03/2011 10 03/13/2011
4#	Prio loce	or to the filing of said application, a true copy of the application was posted at the following described ations: (name and address of location)
	න.	Location of premises to be licensed 3101 A Street, Anchorage, AK 99503
	b.	Other conspicuous location in the area Post Office, 3720 Baccow Street,
3.	l be of o	lieve that with the approval of this application population would not at one time exceed in the aggregate incense of the type requested for population as provided by law. AS 04.11.400 (check one)
	ä.	( ) a radius of five (5) miles of the proposed location.
	b.	an incorporated city, organized borough or unified municipality.
	Ċ.	( ) does not apply (application filed under AS 04.11.400(d)(a)(g) or transfer of license holder or location within an incorporated city or unified municipality or organized borough).
	d.	( ) established village.
	SUI	BSERBED and SWORN to me this 3 day of MANN. 20
	וננננניי	Notary Public lin and for Alaska My commission expires:  85
	<u>ت</u> "	Notary Publiclin and for Alaska  My commission expires:
		85

#### AFFIDAVIT - RETURN OF SERVICE

**FILE STAMP** 

I posted the TRANSFER OF LIQUOR LICENSE at the main entrance of the Wal-Mart Superstore at 3101 A Street, ll ten (10) days from March 3, 2011 through March 13, 2011. Anchorage, Alaska 995 DOUGLAS CALLISON Civilian Process Server arch 14, 2011 in Anchorage, Alaska. Notary Public in and for the State of Alaska PATTON BOGGS LLP Client: My Commission Expires: 4/6/2013 MICHELLE Client File Number: 012384.0110 \$40.00 Service Fee [Rule 11(a)(1)(ii)]: \$20.00 Mileage Fee [Rule 11(a)(7)]: North Country Process, Inc. P.O. Box 101126 Anchorage, Alaska 99510 Office: (907) 274-2023 Fax Line: (907) 274-2823 NCPI@alaska.net \$60.00 Total Recoverable Fees per Admin Rule 11:

**Total Service Fees:** 

100054

Return

\$60.00

# Posting Affidavit and Historical Information





# **AFFIDAVIT OF POSTING**

Case Number: 2011-062	
I, 14000 MOONO., h	ereby certify that I have
posted a Notice of Public Hearing as prescri	
Municipal Code 21.15.005 on the property th $\frac{1}{2}$ . The notice was pos	
which is at least 21 days prior to the public h	
acknowledge this Notice(s) must be posted in	plain sight and displayed
until all public hearings have been completed	1.
Affirmed and signed this 29 day of	<u> </u>
Signature	
LEGAL DESCRIPTION	
Tract or Lot DII-C	•
BlockSubdivision_ Calais Subdivision	



