Municipality of Anchorage



P.O Box 390 Girdwood, Alaska 99587 http://www.muni.org/gbos

Suzanne LaFrance, Mayor

GIRDWOOD VALLEY SERVICE AREA BOARD OF SUPERVISORS
Briana Sullivan & Mike Edgington, Co-Chairs
Jennifer Wingard, Brian Burnett, Kellie Okonek

February 27, 2025

Attn: Tiffany Briggs, MOA Real Estate Director, tiffany.briggs@anchorageak.gov

Heritage Land Bank, hlb@anchorageak.gov

Emma Giboney, MOA Land Management Officer, emma.giboney@anchorageak.gov

Nicole Jones-Vogel, HLB Land Management Office Contractor, nicole.jones-vogel@anchorageak.gov

Ryan Yelle, MOA Real Estate, ryan.j.yelle@anchorageak.gov

CC: Tim Charnon, HLBAC Representative, <u>btcharnon@yahoo.com</u>

Zac Johnson, <u>zac.johnson@anchorageak.gov</u> Randy Sulte, randy.sulte@anchorageak.gov

Re: Girdwood Industrial Park

The Girdwood Board of Supervisors appreciates the request for input on the Girdwood Industrial Park (GIP) and thanks Heritage Land Bank for their coordination with the community, feasibility study and review of options and HLB recommendation for future development of the Girdwood Industrial Park. Utilizing this information, GBOS has determined an approach that would serve our community's needs most efficiently. We are submitting the following observations and current requests:

• Transfer of management responsibility of Lot A to the Girdwood Valley Service Area (GVSA) is our highest priority. GVSA has a long history of improving and maintaining the GIP in general, specifically Lot A. This will facilitate a long-term reduction in time and expense for road maintenance and allow for the development of a fire training center. GVSA management of Lot A will allow for greater flexibility to use the space as needs emerge, including temporary wood lot after storms, emergency vehicle and equipment storage, etc.

This request fulfills our responsibility to our Service Area, its visitors, and the taxpayers of Girdwood.

• Continue dialogue with HLB regarding Lot C: GBOS requests that HLB continue permits in Lot C. GBOS requests that HLB plan to hold Lot C for a specified number of years to provide stability to permittees while options are considered. Retention of Lot C preserves the dedicated public use easement along the border between Lots B & C, allowing for potential future development of "Phase 3," while also allowing the permittees some needed stability.

• Continue dialogue with HLB regarding future GIP development.

GBOS supports the intention and opportunity to grow the GIP's diversity and sustainability, closely represented in Option 4. GBOS looks forward to future discussions with HLB in sync with the Girdwood Comprehensive Plan and the industrially-zoned land represented therein.

Thank you for your time and consideration, in the best interest of Girdwood and the Municipality of Anchorage.

Briana Sullivan

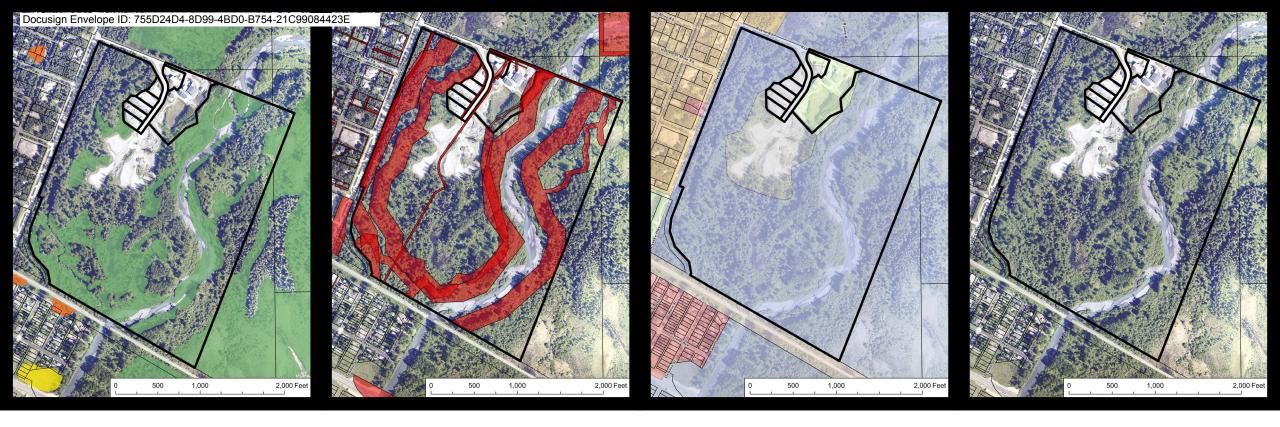
Jennifer Wingard

Jennifer Wingard

Briana Sullivan GBOS Co-Chair

GBOS Land Use Supervisor

Attachment: HLB Presentation of Girdwood Industrial Park Feasibility Study 2024



HLBAC – Work Session

Girdwood Industrial Park Feasibility Study

October 24, 2024

Overview

- Work over the last year
- Received Appraisal
- Updated Presentation
 - Staff Recommendation
- Next Steps

Work Session Goal: Feedback from Commissioners to inform the Draft 2025 Work Plan



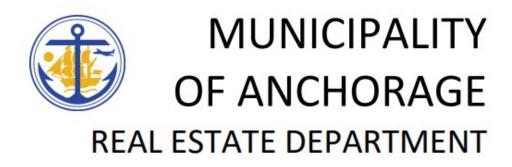
Total sqft of usable land Infrastructure costs Wetland impacts (permit/lease/disposal) (road/sewer/lighting/trail/etc.) Overall process requirements Floodplain impacts Rezoning and associated timelines Other miscellaneous items Implications with material in Grant opportunities (existing conditions/arctic pipe Phase II/III road base needs)

Analysis - Criteria

2024 HLB Work Plan

HLB Parcel 6-057F — Staff to evaluate options and present feasibility of the following options to the HLBAC and GBOS for guidance:

- 1. Disposal of this property as-is; or
- 2. Disposal with platting of reconfigured lots (not requiring improvements or limited improvements); or
- 3. Disposal with platting of Phase II only and improvements completed by the MOA; or
- 4. Disposal with platting of Phases II and III with improvements completed by the MOA.





HERITAGE LAND BANK

2024 ANNUAL WORK PROGRAM & 2025-2029 FIVE-YEAR MANAGEMENT PLAN

Approved by the Anchorage Assembly on May 7, 2024 (AR 2024-92, As Amended)

Option 1 — Disposal of the property as-is.

Option 1 would dispose of HLB Parcel 6-057F as-is. This option would put the future of the development of the Girdwood Industrial Park into the private sector. If and how future lots were platted in the remaining GI-1-zoned areas would not be guided by HLB.

Option 1 would be the least lift for HLB and would require a competitive bid for disposal. It is possible that HLB would have requirements as part of the transaction that the areas zoned Girdwood Open Space be tracted out and remain in the HLB Inventory.

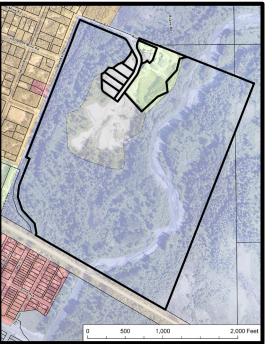


Option 1 – Disposal of the property as-is.

Anticipated Construction Costs	\$0		
Acres of Usable Land	15 acres		
Lots Created	1		
Anticipated Income to HLB Fund	\$2,256,000 *the value of the low utility lands is \$252,000.		
Process Considerations	 Project wholly becomes privately owned with minimal municipal and community input on eventual outcome. Next steps would be competitive bid and disposal approval process. 		









Option 2 - Disposal with platting of reconfigured lots (not requiring improvements or limited improvements)

Option 2 is geared towards creating newly platted lots with minimal infrastructure improvements. Utilizing this approach, the goal would be to subdivide larger lots with access from the existing temporary cul-de-sac. During the subdivision process, the temporary cul-de-sac would become a dedicated right-of-way which may trigger some additional improvements such as extending the sewer line and the addition of street lighting.

The design of the tracts is to allow larger areas, each with separate access driveways off of the cul-de-sac.



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Option 2 -Disposal with platting of reconfigured lots

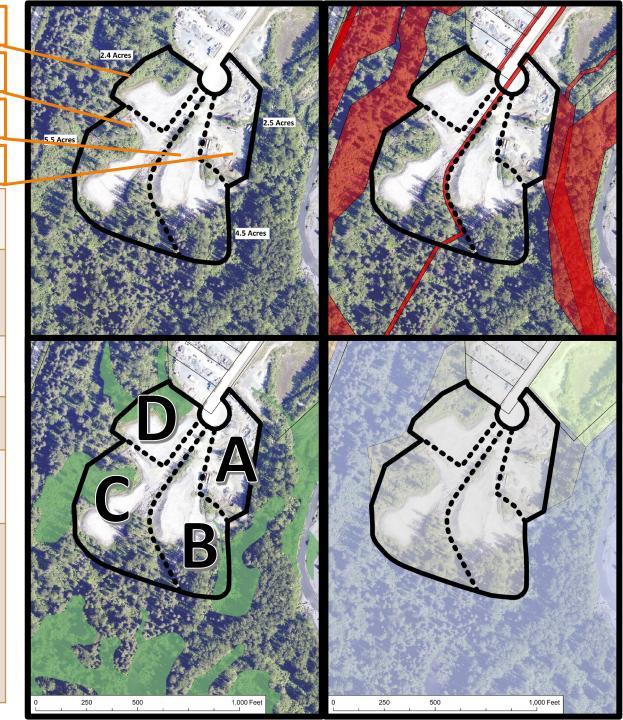
\$251,000

\$503,000

\$412,000

\$327,000

	' /		
Anticipated Construction Costs	\$194,000		
Appraisal 2024	\$1,493,000 (gross retail value) \$1,267,000 (prospective market value at completion)		
Acres of Usable Land	14.9 acres (2.5 acres Class A wetlands)		
Lots Created	4		
Anticipated Income to HLB Fund	\$1,073,000 *may be less if lot used by GVSA is with HLB Inventory of for less than FMV (FM		
Process Considerations	 Resolve public access to st Would require a replat Next steps would be repla minimal infrastructure, co bids, disposal approval pro 	t, install mpetitive	



Option 4 — Disposal with platting of Phases II and III with improvements completed by the MOA.

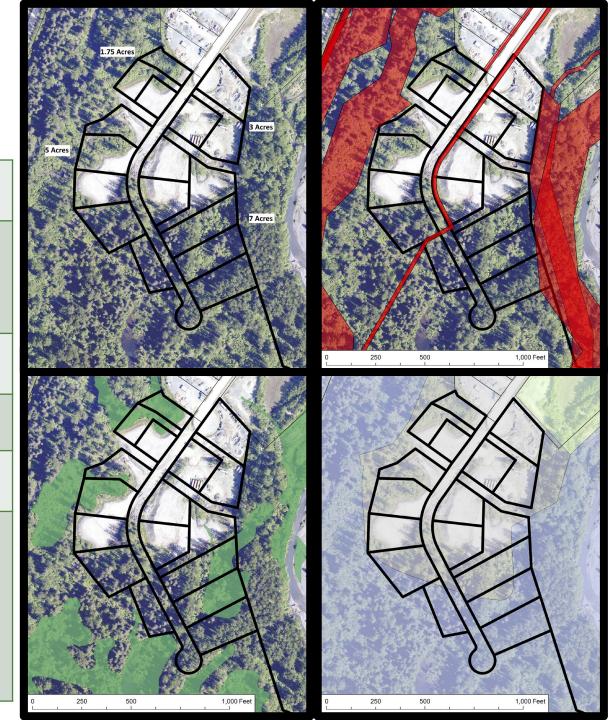
Option 4 would be to fully utilize the GI-1-zoned area and a portion of GOS-zoned upland areas. The Girdwood Area Plan and the draft update, both show extended Industrially-zoned land beyond what is currently zoned GI-1.

This option would require the most extensive amount of infrastructure improvements and land use entitlement work. The layout would provide the seventeen (17) newly created lots, and would open up land beyond the area utilized by permittees in the Girdwood Industrial park at present.



Option 4 — Disposal with platting of Phases II and III with improvements completed by the MOA

Anticipated Construction Costs	\$3,674,798		
Appraisal 2024	\$3,729,000 (gross aggregate retail value) \$2,650,000 (prospective market value at completion)		
Acres of Usable Land	16.75 acres (3 acres Class A wetlands)		
Lots Created	17		
Anticipated Income to HLB Fund	Loss to the HLB Fund of approximately \$1,024,798		
Process Considerations	 Would require a replat Would require a rezone Next steps would be replat/rezone, competitive bids, disposal approval process. 		

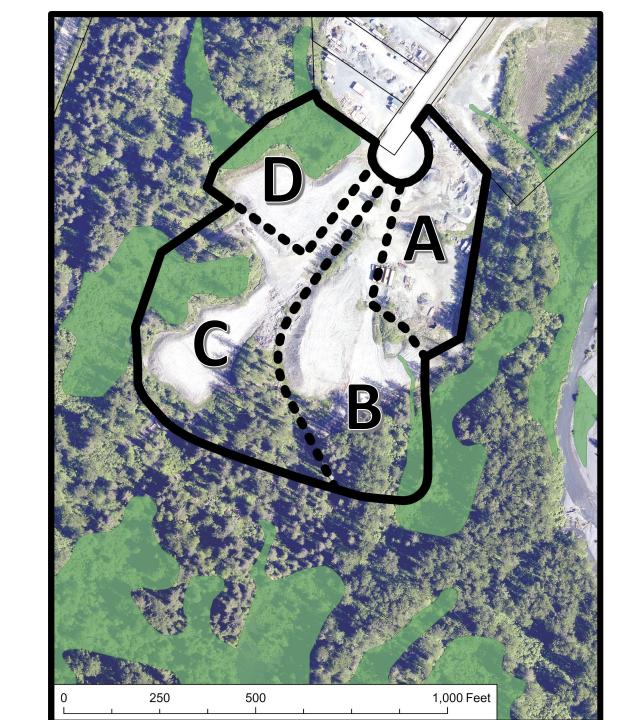


Anticipated construction costs

			Option 1 (As-is)	Option 2 (Tracts)	Option 4 (Ph 2 & 3)
			0 Feet of off-site improvements	75 Feet of off-site improvements	675 Feet of off-site improvements
			N/A	4 Lots	17 Lots
Cost Type	Price				
Roadway	\$750	Per Linear Foot	\$ 0.00	\$ 56,250	\$ 506,250
Separated Path	\$65	Per Linear Foot	\$ 0.00	\$ 0.00	\$ 43,875
Lighting	\$550	Per Linear Foot	\$ 0.00	\$ 0.00	\$ 371,250
3-phase electrical	\$5,000	Per Lot	\$ 0.00	\$ 20,000	\$ 85,000
Gas	\$30	Per Linear Foot	\$ 0.00	\$ 2,250	\$ 20,250
Sewer	\$600	Per Linear Foot	\$ 0.00	\$ 45,000	\$ 405,000
Lift Station	\$1,000,000	Per Station	\$ 0.00	\$ 0.00	\$ 1,000,000
Entitlements	\$4,530	Platting Cost Base Fee	\$ 0.00	\$ 4,530	\$ 4,530
	\$165	Per Lot Fee	\$ 0.00	\$ 660	\$ 2,805
	\$945	Variance Fee	\$ 0.00	\$ 945	\$ 945
	\$9,960	Rezone Fee	\$ 0.00	\$ 0.00	\$ 9,960
Subtotal			\$ 0.00	\$ 129,635	\$ 2,449,865
Design/Consultant Fees	25%	of Subtotal	\$0.00	\$34,408	\$612,466
Contingency	10%	of Subtotal	\$ 0.00	\$ 12,964	\$244,987
Indirect Costs	15%	of Subtotal	\$ 0.00	\$ 19,445	\$ 367,480
TOTAL		\$ 0.00	\$ 194,453	\$ 3,674,798	

Staff Recommendation – Option 2

- Maximum use of upland land
- Minimal infrastructure cost (no loss to HLB fund)
- Option to retain Tract C for future development
- Tracts can be sold to the private sector



Next Steps

 Information will be presented at the GBOS/Municipal Manager Quarterly meeting.

 Incorporate feedback into DRAFT 2025 Work Plan.



