

AGRICULTURAL REVOLVING LOAN FUND
Statement of Revenues, Expenses, and Changes in Fund Equity
For Month ending July 31, 2011

	July	Fiscal Year to Date
Operating Revenues		
Interest Income	\$ 38,062	\$ 38,062
Services (legal, clerical, loan fees, sale products)	300	300
Late Payment Penalties	59	59
Rents, including leasehold credits	1,400	1,400
CRP Revenue	-	-
Uncollectible Amounts Recovered	-	-
Recovery of Expenses	-	-
Fines & Forfeitures	-	-
Transfers in from Other Funds	-	-
Sale of Assets	-	-
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Total Operating Revenues	39,820	39,820
Operating Expenses:		
Personal Services	6,233	6,233
Travel	-	-
Contractual Services	6,737	6,737
Commodities	51	51
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Total Operating Expenses	13,021	13,021
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Net Operating Income (Loss)	26,799	26,799
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Non-Operating Income (Expenses):		
MMM&S Revenues	115,441	115,441
Mt. McKinley Meat & Sausage Plant	(85,326)	(85,326)
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Mt. McKinley Meat & Sausage Plant Net Income (loss)	30,114	30,114
Income (Loss) Investment in Mat Maid	-	-
Income (Loss) Sale of Fixed Assets	-	-
Bad Debt Expense	-	-
Depreciation Expense	-	-
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Total Non-Operating Income / (Expenses)	30,114	30,114
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Current Period Earnings (Loss)	56,913	56,913
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Fund Equity, June 30, 2011		\$ 22,726,980
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Fund Equity, July 31, 2011		\$ 22,783,893
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AGRICULTURAL REVOLVING LOAN FUND
Comparative Balance Sheet
July 31, 2011

<u>ASSETS</u>	<u>July</u> <u>2011</u>	<u>June</u> <u>2011</u>	<u>LIABILITIES</u>	<u>July</u> <u>2011</u>	<u>June</u> <u>2011</u>
Current Assets			Short Term Liabilities		
Cash	\$ 4,587,565	\$ 4,558,620	Warrants Outstanding	\$ 58,341	\$ 114,842
Receivables			Accounts Payable	3,691	-
ARLF Loans	12,429,689	12,454,998	Accrued Payables	154,251	202,010
Land Sale Contracts	1,437,319	1,441,696	Accrued Vacation Leave	30,705	30,705
Notes Receivable	65,837	70,149	Trust Account	-	-
Judgments	123,800	123,800			
Accrued Interest	-1- 108,895	108,895	Total Short Term Liabilities	246,987	347,557
Accrued Penalties	-1- 8,974	8,974			
Leases/Accounts Receivable	-1- -	-	Due to Other Funds		
Protection of Collateral	-	-	Due to General Fund	-4- (1,044,421)	(1,044,421)
Less Allowances:			Allow for AFC stock	-4- 1,044,421	1,080,817
Doubtful Accounts	-2- (123,800)	(123,800)	Due to School Fund	-4- -	-
Net Receivables	14,050,714	14,084,712	Total Due to Other Funds	-	36,397
Outstanding Loan Warrants	25	75,025			
Repossessed Inventory	29,000	29,000	Long Term Liabilities		
Total Current Assets	18,667,305	18,747,357	Accrued Pension Adjustment	-	-
Due from Other Funds			Total Long Term Liabilities	-	-
Due from GF	-	-	TOTAL LIABILITIES	246,987	383,954
Due from Mental Health	-	-			
Total Due from Other Funds	-	-	FUND EQUITY		
Other Assets			Fund Equity, Beginning	22,726,980	22,563,097
Investments:	-3-		Current Year Earnings (Loss)	56,913	163,883
Alaska Farmers Coop	2,787,153	2,787,153			
Mat Maid	990,275	990,275	TOTAL FUND EQUITY	22,783,893	22,726,980
Repossessed Property	1,299,075	1,299,075			
Less Accum. Deprec	(712,927)	(712,927)	TOTAL LIABILITIES & FUND EQUITY	\$23,030,881	\$23,110,933
Other Assets	-	-			
Net Other Assets	4,363,576	4,363,576			
TOTAL ASSETS	\$23,030,881	\$23,110,933			

Footnotes:

1. Adjustments to Accrued Interest, Accrued Penalties, and Leases Receivable are posted only on June 30.
2. The Allowance for Doubtful Accounts applies only to the principal balance.
3. Adjustments to record changes in Mat Maid's equity are posted only on June 30.
4. Includes amounts due to other funds from: a) outstanding land sale contracts on repossessed property; and b) preferred stock issued to ARLF for ARLF and General Fund loans.

AGRICULTURAL REVOLVING LOAN FUND
Statement of Revenues, Expenses, and Changes in Fund Equity
For Month ending August 31, 2011

	August	Fiscal Year to Date
Operating Revenues		
Interest Income	\$ 65,917	\$ 103,979
Services (legal, clerical, loan fees, sale products)	100	400
Late Payment Penalties	1,358	1,416
Rents, including leasehold credits	-	1,400
CRP Revenue	-	-
Uncollectible Amounts Recovered	-	-
Recovery of Expenses	-	-
Fines & Forfeitures	-	-
Transfers in from Other Funds	-	-
Sale of Assets	-	-
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Total Operating Revenues	67,375	107,196
Operating Expenses:		
Personal Services	15,067	21,300
Travel	399	399
Contractual Services	591	7,329
Commodities	180	232
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Total Operating Expenses	16,238	29,260
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Net Operating Income (Loss)	51,137	77,936
Non-Operating Income (Expenses):		
MMM&S Revenues	115,902	231,343
Mt. McKinley Meat & Sausage Plant	(185,249)	(270,576)
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Mt. McKinley Meat & Sausage Plant Net Income (loss)	(69,347)	(39,233)
Income (Loss) Investment in Mat Maid	-	-
Income (Loss) Sale of Fixed Assets	-	-
Bad Debt Expense	-	-
Depreciation Expense	-	-
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Total Non-Operating Income / (Expenses)	(69,347)	(39,233)
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Current Period Earnings (Loss)	(18,211)	38,703
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Fund Equity, June 30, 2011		\$ 22,726,980
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Fund Equity, August 31, 2011		\$ 22,765,683
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AGRICULTURAL REVOLVING LOAN FUND
Comparative Balance Sheet
August 31, 2011

<u>ASSETS</u>	<u>August 2011</u>	<u>July 2011</u>	<u>LIABILITIES</u>	<u>August 2011</u>	<u>July 2011</u>
Current Assets			Short Term Liabilities		
Cash	\$ 4,621,925	\$ 4,587,565	Warrants Outstanding	\$ 95,529	\$ 58,341
Receivables			Accounts Payable	1,138	3,691
ARLF Loans	12,403,165	12,429,689	Accrued Payables	152,428	154,251
Land Sale Contracts	1,434,118	1,437,319	Accrued Vacation Leave	30,705	30,705
Notes Receivable	65,837	65,837	Trust Account	-	-
Judgments	123,800	123,800			
Accrued Interest	-1- 108,895	108,895	Total Short Term Liabilities	279,801	246,988
Accrued Penalties	-1- 942	8,974			
Leases/Accounts Receivable	-1- -	-	Due to Other Funds		
Protection of Collateral	-	-	Due to General Fund	-4- (1,044,421)	(1,044,421)
Less Allowances:			Allow for AFC stock	-4- 1,044,421	1,044,421
Doubtful Accounts	-2- (123,800)	(123,800)	Due to School Fund	-4- -	-
Net Receivables	14,012,957	14,050,714			
Outstanding Loan Warrants	18,025	25	Total Due to Other Funds	-	-
Repossessed Inventory	29,000	29,000			
Total Current Assets	18,681,907	18,667,305	Long Term Liabilities		
			Accrued Pension Adjustment	-	-
Due from Other Funds			Total Long Term Liabilities	-	-
Due from GF	-	-	TOTAL LIABILITIES	279,801	246,988
Due from Mental Health	-	-			
Total Due from Other Funds	-	-	FUND EQUITY		
			Fund Equity, Beginning	22,726,980	22,726,980
Other Assets			Current Year Earnings (Loss)	38,703	56,913
Investments:	-3-				
Alaska Farmers Coop	2,787,153	2,787,153	TOTAL FUND EQUITY	22,765,683	22,783,893
Mat Maid	990,275	990,275			
Repossessed Property	1,299,075	1,299,075	TOTAL LIABILITIES & FUND EQUITY	\$23,045,483	\$23,030,881
Less Accum. Deprec	(712,927)	(712,927)			
Other Assets	-	-			
Net Other Assets	4,363,576	4,363,576			
TOTAL ASSETS	\$23,045,483	\$23,030,881			

Footnotes:

1. Adjustments to Accrued Interest, Accrued Penalties, and Leases Receivable are posted only on June 30.
2. The Allowance for Doubtful Accounts applies only to the principal balance.
3. Adjustments to record changes in Mat Maid's equity are posted only on June 30.
4. Includes amounts due to other funds from: a) outstanding land sale contracts on repossessed property; and b) preferred stock issued to ARLF for ARLF and General Fund loans.

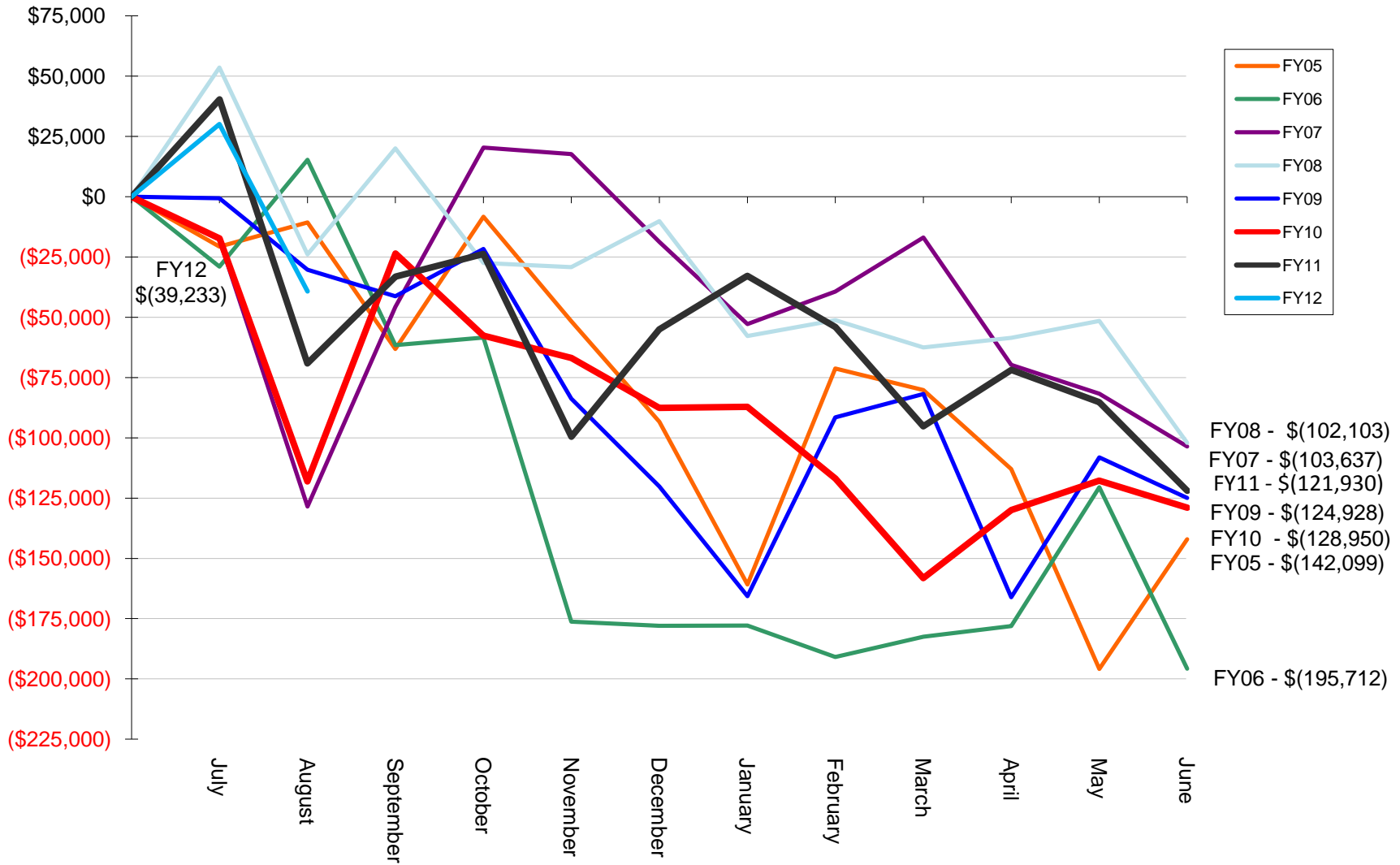
**Mt McKinley Meat and Sausage
 AGRICULTURAL REVOLVING LOAN FUND
 Statement of Revenues and Expenses
 For Month ending July 31, 2011**

	July	Fiscal Year-to-Date
Revenues:		
Services	\$ 6,143	\$ 6,143
Sale of Products	108,715	108,715
Freight	583	583
Total Revenues	115,441	115,441
 Expenses:		
Personal Services	11,939	11,939
Travel	-	-
Contractual Services	6,015	6,015
Commodities	67,372	67,372
Total Expenses	85,326	85,326
Net Earnings / (Loss)	\$ 30,114	\$ 30,114

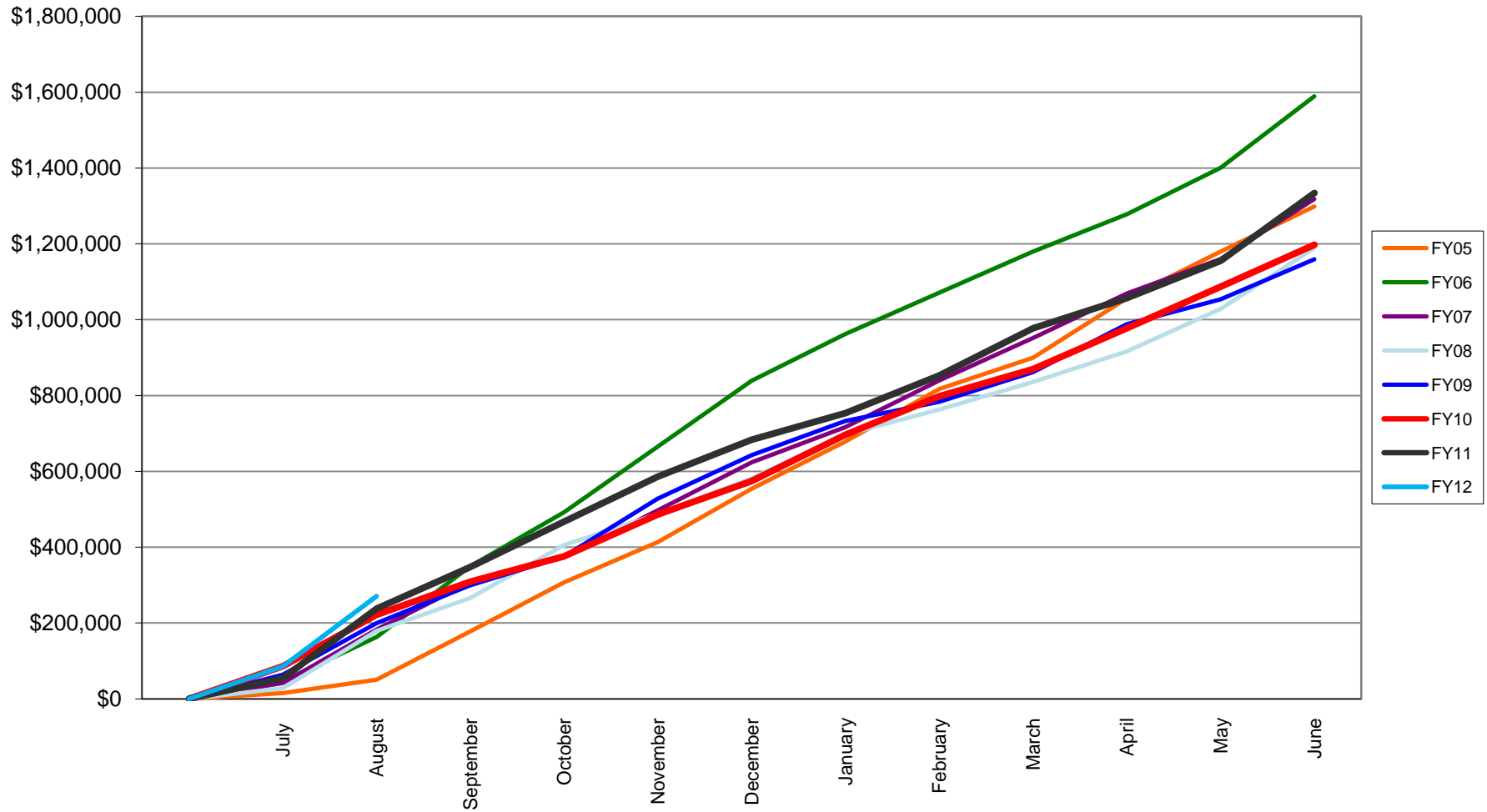
**Mt McKinley Meat and Sausage
 AGRICULTURAL REVOLVING LOAN FUND
 Statement of Revenues and Expenses
 For Month ending August 31, 2011**

	August	Fiscal Year-to-Date
Revenues:		
Services	\$ 11,768	\$ 17,911
Sale of Products	103,456	212,171
Freight	678	1,261
Total Revenues	115,902	231,343
 Expenses:		
Personal Services	27,779	39,718
Travel	-	-
Contractual Services	9,937	15,952
Commodities	147,534	214,906
Total Expenses	185,249	270,576
Net Earnings / (Loss)	\$ (69,347)	\$ (39,233)

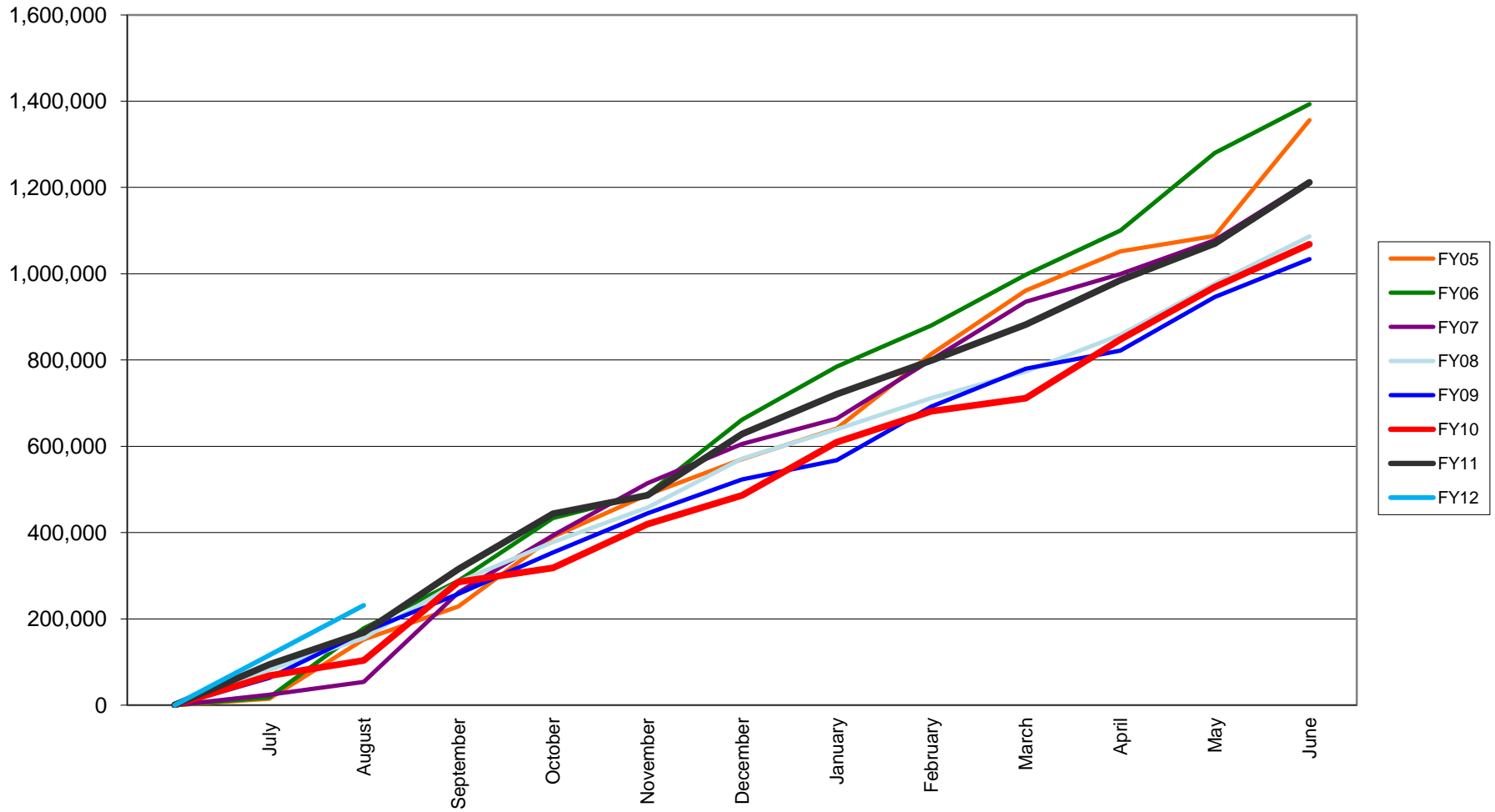
**Mt. McKinley Meat and Sausage
Income(Loss)
FY 2005 - FY 2012**



**Mt McKinley Meat and Sausage
Cumulative Expenses
July 2004 - August 2011**



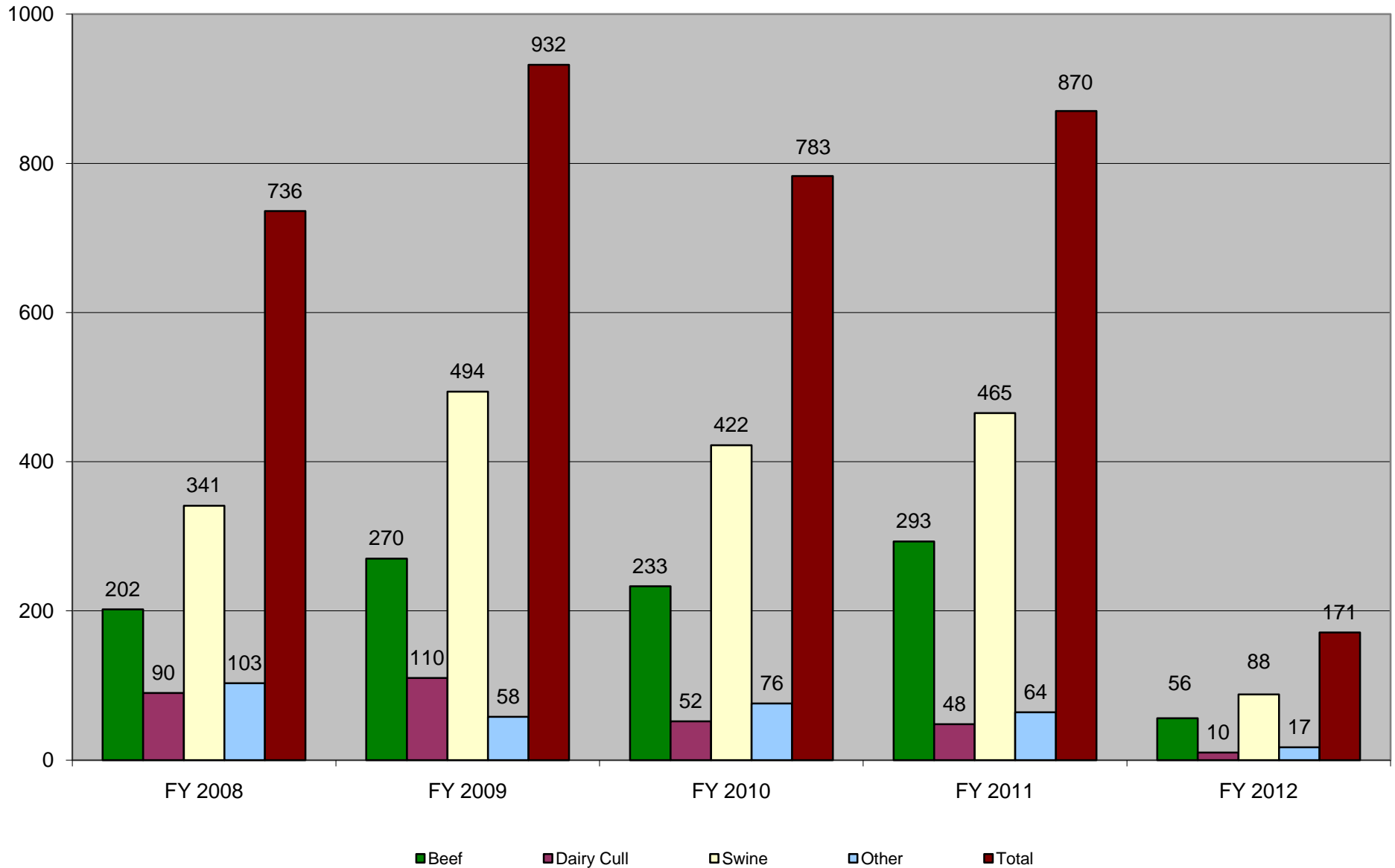
**Mt Mckinley Meat and Sausage
Revenue Trend
July 2004 - August 2011**



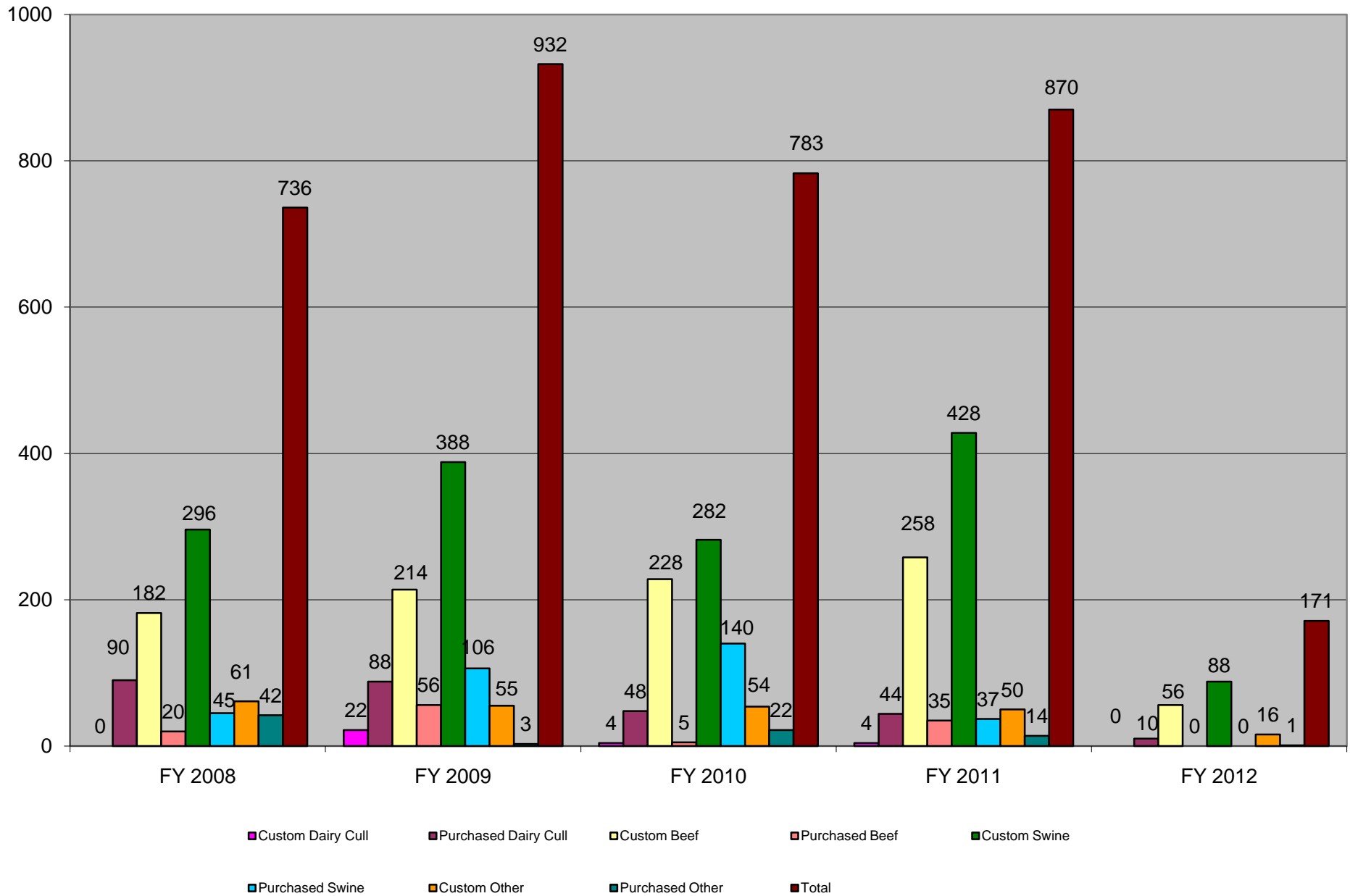
AGRICULTURAL REVOLVING LOAN FUND
Loan Activity Report / Undistributed Warrants
As of September 30, 2011 - FY 12

Borrower	LO	Loan #	Date Approved	Note Date	Amount Approved	Warrants		Available Balance	Amount Distributed to Borrower	Undistributed Warrants
						Issued	#			
Church of the Living Word, Inc.	1	F-5202	6/22/2011	7/1/2011	75,000.00	75,000.00	2	0.00	75,000.00	0.00
Wrigley Farms, LLC	1	P-1007	8/4/2011	8/15/2011	175,000.00	116,645.75	4	58,354.25	116,645.75	0.00
Brost	1	C-5265	8/24/2011	9/1/2011	18,000.00	18,000.00	2	0.00	18,000.00	0.00
Havemeister	1	S-	8/24/2011		100,000.00			0.00		
Havemeister	1	F-	8/24/2011		400,000.00			0.00		
								0.00		0.00
								0.00		0.00
TOTALS					\$768,000.00	\$209,645.75	8	\$58,354.25	\$209,645.75	\$0.00

MMM&S Slaughter Statistics by Fiscal Year and Type As of August 31, 2011 - FY12



**MMM&S Custom and Purchased Statistics by Fiscal Year
As of August 31, 2011 - FY12**



AGRICULTURAL REVOLVING LOAN FUND
Real and Personal Property Inventory
30-Sep-11

Former Borrower/ Prospective New Owner	LO	Location	Acres	Date Placed in Service	Fair Market Value at Repossession				Accum Dep. 6/30/2011	Liabilities		Lease Information					Fair Market Value				
					Land	Buildings	Mach / Equip	Total Value		Amt 6/30/11	Owed To	Amount	Lessee	Lease #	Exp Date	Inspect Date	Remarks	YR	Method	Land	Improve- ments
Repossessed Inventory (account # 10626)																					
UNENCUMBERED ASSETS																					
Thompson, Kenai Spur Hwy	3	Kenai	7	6/3/89	29,000.00			29,000.00							Jul-10	ARLF Sale OTC #11-01	11	Sale price	\$14,000	NONE	\$14,000
Total Repossessed Inventory					<u>29,000.00</u>			<u>29,000.00</u>											<u>14,000</u>		<u>14,000</u>
Repossessed Property (Account # 10860 and Accum Depr # 10862)																					
UNENCUMBERED ASSETS																					
Feed Mill, Tract A-1 (10860)	3	Palmer	3	4/1/84	129,120.00	14,040.00	14,400.00	157,560.00							Dec-10	ARLF OTC #09-01	09	Min Bid	\$975,000		\$975,000
ASSETS with ASSOCIATED PERMITS																					
Mt. McKinley Meat	3	Palmer	4	12/1/86	42,000.00	595,592.00	5,363.00	642,955.00	463,027.00						Dec-10	No planned disposal	05	Appr		1,200,000	1,200,000
LONG TERM LEASES																					
Alaska Farm Coop	3	Delta	20	9/3/93	94,080.00			94,080.00			0.50 /Yr	AK Farm C	LSE-021	6/30/18	Apr-09	FS; Hanson Rd/98% ownr	05	Est	\$30,000	\$777,680	\$807,680
Alaska Farm Coop	3	Delta	1	9/3/93	74,480.00			74,480.00			0.50 /Yr	AK Farm C	LSE-022	6/30/18	Apr-09	FS; Delta/98% ownrshp	05	Est	40,000	36,000	76,000
Mertz Dairy, (Knopp)	1	Delta	102	7/24/91	15,150.00	304,850.00		320,000.00	243,414.00		1,400.00 /Mq	Knopp	40005	6/1/11	Oct-09				110,000	310,000	420,000
Sub-total Long Term Leases					\$183,710.00	\$304,850.00	\$0.00	\$488,560.00	\$243,414.00	\$0.00									\$180,000	\$1,123,680	\$1,303,680
LAND OWNED BY OTHER STATE AGENCIES - REVENUE RIGHTS ONLY																					
Umnak Slaughter Fac	1	Umnak Is	6,598	1/1/07		10,000.00		10,000.00	6,485.00		3,926.00 /Yr	BPR & ANI	20043	12/31/31	Jul-99	Land owned by DOT, Bldg owned by ARLF	05	Est		50,000.00	50,000
Total - Repossessed Property					354,830.00	924,482.00	19,763.00	1,299,075.00	712,927.00	rounded									1,155,000	2,373,680	3,528,680
GRAND TOTAL					<u>\$383,830.00</u>	<u>\$924,482.00</u>	<u>\$19,763.00</u>	<u>\$1,328,075.00</u>	<u>\$712,927.00</u>										\$1,169,000	\$2,373,680	\$3,542,680

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

Subsidiary Ledger
ARLF - Machinery, Equipment, and Building Inventory
September 30, 2011

ASSETS with ASSOCIATED PERMITS, AGREEMENTS OR LEASES 10860

Item	LO	Qty	Former Owner	Date Acquired by ARLF	Date Placed in Service	Booked FMV on Date Acquired		Accum Depr 6/30/2011	Location	Remarks
						Each	Total			
Equipment, misc	3		Feed Mill, Tract A-1	01-Apr-84	01-Apr-84	14,400.00	14,400.00			
Subtotal Mach & Equip							14,400.00			
Building	3	1	Feed Mill, Tract A-1	01-Apr-84	01-Apr-84	14,040.00	14,040.00			
Subtotal Building							14,040.00			
Total Feed Mill, Tract A-1							28,440.00			

Mertz Dairy										
Milk tank, 1000	1	1	Mertz	01-Nov-92		1,000.00	1,000.00			
Subtotal Mach & Equip							1,000.00			
Building	1	1	Mertz	24-Jul-91	24-Jul-91	304,850.00	304,850.00	243,414.00		
Subtotal Building							304,850.00	243,414.00		
Total Mertz Dairy							305,850.00	243,414.00		

Mt McKinley Meats										
Compressor	3	1	Mt. McKinley Meats	19-Aug-97	01-Oct-97	5,363.00	5,363.00	5,363.00		
Subtotal Mach & Equip							5,363.00	5,363.00		
Building	3	1	Mt. McKinley Meats	01-Dec-86	01-Dec-86	326,600.00	326,600.00	314,222.00		
Boiler upgrade	3	1	Mt. McKinley Meats	01-May-97	01-Oct-97	15,000.00	15,000.00	8,400.00		
Boiler upgrade	3	1	Mt. McKinley Meats	25-Aug-97	01-Oct-97	41,236.40	41,236.40	23,092.37		
Boiler upgrade	3	1	Mt. McKinley Meats	01-Nov-97	01-Feb-98	48,931.70	48,931.70	27,401.80		
Boiler upgrade	3	1	Mt. McKinley Meats	01-Feb-98	01-Feb-98	8,849.90	8,849.90	4,955.99		
Boiler upgrade	3	1	Mt. McKinley Meats	30-Jun-03	30-Jun-03	4,974.00	4,974.00	1,591.88		
Roof	3	1	Mt. McKinley Meats	30-Sep-98	01-Oct-98	150,000.00	150,000.00	78,000.00		
Subtotal Building							595,592.00	457,664.04		
Total Mt. McKinley Meats							600,955.00	463,027.04		

Umnak Slaughter Facility										
Building	1	1	Umnak Slghtr Fac.	01-Mar-95	01-Mar-95	10,000.00	10,000.00	6,485.00		
Subtotal Building							10,000.00	6,485.00		
Total Umnak Slaughter Facility							10,000.00	6,485.00		

Total Accumulated Depreciation

rounded to 712,927