

Resume and Qualifications:

Kenneth R. Arndt

Affiliation: Kenneth R. Arndt & Associates, Inc, Gaylord,
President And Owner

Office Address: 6 East McCoy Road, Gaylord, MI 49735

Telephone: 989-731-4341

Formal Education:

Lake Superior State University, BS, 1971.

Real Estate and Appraisal Education:

American Institute of Real Estate Appraisers -
(40 Hours) Valuation Principles, 1988 (Exam
1A-1/8-8, Pass).

American Institute of Real Estate Appraisers -
(40 Hours) Standards of Professional Practice,
1989 (Exam SPP, Pass)

American Institute of Real Estate Appraisers -
(40 Hours) Residential Valuation, 1990
(Exam 8-2, Pass)

Appraisal Institute - (39 Hours) Capitalization
Theory & Techniques Part A (Examination 1B-A),
Pass - September, 1991

Appraisal Institute - (39 Hours) Capitalization
Theory & Techniques, Part B (Examination Pass
(1-B-B) - November, 1991

Appraisal Institute - Case Studies in Real Estate
Valuation, (39 Hours), Exam 2-1 (Pass) - October, 1992

Appraisal Institute - Report Writing and Valuation
Analysis, (39 Hours) December, 1992 (Pass)

Appraisal Institute - Sales Comparison Valuation of
Small, Mixed-Use Properties - (620), (15 Hours), Exam
(Pass) - June, 2002

Appraisal Institute - Litigation Support (16 Hours)
May, 2000 (Pass)

Appraisal Institute - (15 Hours) Standards of
Professional Practice, 2001, Pass

Appraisal Institute - Partial Interest Valuation -
Divided, (7 hours), June, 2000

Appraisal Institute - Partial Interest Valuation -
Undivided, (7 Hours) June, 2000

American Institute of Real Estate Appraisers -
(6 Hours) Analysis, Accrued Depreciation, 1989

American Institute of Real Estate Appraisers -
(2 Hours) Shopping Center Demand Analysis, 1990

The Appraisal Standards Board Of The Appraisal Foundation, Washington, D.C.
Concepts And Principles Of USPAP - Instructor's Application (18 Hours), February, 2005 - Pass

Licensing:

Series 7 and 63 (General Securities), NASD, 1981
Certified General Appraiser 1991 (1201001418)

Professional Affiliation:

1987-1995 - Candidate for Membership (MAI), Appraisal Institute. AIREA Accredited Work Experience: 36 Months, Total Experience: 18 Years

2000 - Certified General Associate Member, Appraisal Institute
(Undesignated member)

2004 - AQB Certified Instructor, Appraisal Qualification Board, Washington, DC

Professional Experience:

1971-1978: United States Army Officer, Active Duty
And 1987 to 2001: Army National Guard, Retired 2001 (Colonel)

1979-1986: Connecticut Mutual Life Insurance Company and Connecticut Mutual Financial Services, Inc. - San Jose, California
Design and Distribution - Public and Private Real Estate Securities

1986-1996: Alpine Appraisal Company, Inc. - Gaylord
Owner and Full Time Fee Appraiser.

1996-Present Kenneth R. Arndt & Associates, Inc. - Gaylord
President, Owner, Full Time Fee Appraiser

Representative Banking Clients

Lending Institutions:

Fifth Third Bank - Gaylord

Mr. Dave Taylor, President; Ms. Lori Reichard, Vice President
- Gaylord 989-732-0203

Fifth Third Bank - Traverse City Region

Mr. Scott Zimmerman, Vice President
- *Traverse City 231-995-4625*
Mr. Mark Kaufmann, Vice President
- *Saginaw 231-995-4640*

Fifth Third Bank - Grand Rapids

Mr. Steve George, Vice President
Distressed Properties

Bank One, Chief Appraiser

Ms. Karen Blosser, MAI, Chief Appraiser, Columbus, Ohio
- Columbus 614-244-7772

First Federal of Northern Michigan

Mr. Steven Gregory, Vice President of Commercial Lending
- *Gaylord 989-705-8319*

Comerica Bank - Detroit

Dennis Marshall, SRPA, Vice President & Assistant Chief Appraiser
- *Detroit 313-222-3980*

National City Bank

Ms. JoAnn Berryman, Vice President
- *Shelby Township 248-608-1010*

Citizens Bank

Mr. John Alef II, Senior Vice President
- Grayling 989-344-4003

Northwestern Bank

Mr. Timothy Hall, Vice President, Commercial Lending
- *Gaylord 989-731-9107*
Mr. Scott Ashurst, Senior Lending Officer, Commercial Lending
- *Traverse City 231-947-5490*

Chemical Bank - Gladwin

Mr. Dick Lauer, Vice President

Huntington Banks

Mr. James McNair, Senior Review Appraiser, Technical Services

- Troy 248-244-3625

Mr. John Lang, MAI

- Columbus, Ohio 513-639-8339

The Bank of Northern Michigan

Mr. Robert Blayear, President

- Petoskey 231-487-1765

Alden State Bank - Alden

Mr. Blain Russell, President

- Alden 231-331-4481

Flagstar Bank - Troy

Mr. Ronald Wagonis, Commercial Loan Officer

- Troy - 248-312-6066

Public Entities:

Department of Natural Resources, Lansing, Michigan

Real Estate Division

- Lansing 517-373-1240

City of Petoskey, Michigan, Mackinaw County, Michigan,
Vanderbilt, Michigan

City of Gaylord, Gaylord, Michigan

Mr. Joseph Duff, City Manager

- Gaylord 989-732-4060

Michigan Department of Transportation (MDOT), Appointed August,
2002

Township of Bagley, Otsego County, Michigan

Federal Deposit Insurance Corporation (RTC), Chicago, Illinois

United States Department of Agriculture

Rural Development - Hastings, Michigan

Internal Revenue Service

Small Business Administration (Loan Guarantee Properties,
Including Real Estate And Going Concern)

Judicial Districts In Which Expert Testimony Was Provided

87th District Court (Otsego, Kalkaska, Antrim County), Michigan
83rd District Court (Roscommon County), Michigan
46th Circuit Court (Otsego, Kalkaska, Antrim County), Michigan
53rd Circuit Court (Cheboygan County), Michigan
34th Circuit Court (Roscommon County), Michigan
U.S. Bankruptcy Court, Eastern and Western Districts

Public Service

Current Member: Bagley Township Planning Commission (6 years)
Bagley Township Board of Review (5 years)
Otsego County Airport Zoning Board (4 years)
Otsego County Planning Commission (2 years)

Property Tax Related Appraisal Work

Admitted Expert Testimony
Otsego County, Roscommon County, Emmet County, Mackinaw County (Principally representing public entity/respondents)
Source
Tax Tribunal, State of Michigan, Lansing, Michigan

Type of Assignments Completed and Interests Appraised

Offices and Professional Office Properties-

Fee simple leased fee and leasehold interest in typical office buildings, attached and detached. Office building types include general office structures, medical professional office structures, and specialty office facilities between 2,000 and 40,000 square feet in size; value range 100,000 to 2,000,000. **Assignment Frequency: Biweekly, recurring. Total assignments: More than 150 completed.**

Industrial Properties-

Fee simple and leased fee interest in frame industrial warehouse and manufacturing buildings with office facilities. Typical building size ranges from 3,000 to 40,000 square feet; value range 100,000 to 1,000,000. **Assignment frequency: Biweekly, recurring. Total assignments: More than 200 completed.**

Retail-

Fee simple and leased fee retail store buildings and strip centers, attached and detached 2,500 to 150,000 square feet, as stable and as will be stable. Typical assignment 4,000-20,000 square feet. **Total assignments: More than 100.**

Motels, Hotels and Resorts-

Fee simple going concern interest in conventional, rural and urban motels and hotels, small resorts and bed and breakfast properties. Facility sizes from 15 to 150 guest rooms with total going concern value ranges from 150,000 to 5,000,000. **Assignment frequency: Bi-monthly, recurring. Total assignments: More than 100 completed.**

Restaurants-

Total going concern asset assemblages and real estate only interests in franchise and non-franchised quick service, casual dining and dinner restaurants. Range of value estimates 60,000 to 2,500,000.00. **Assignment frequency: Monthly, recurring. Total assignments: More than 150 completed.**

Apartments Buildings-

Fee simple interests in multiple family residential buildings between 4 and 48 units. Value range of completed estimates: 50,000 to 1,600,000.00. **Assignment frequency: Monthly, recurring. Total assignments: More than 75.**

Vacant Land-

Fee simple interests in vacant residential and commercial development land, large tract vacant recreational land (with and without water, mineral or timber value and land development projects).

Gas And Oil Activity-

Surface use impact (just compensation and damage). Expert testimony provided. **Assignment frequency: Monthly, recurring through 1999. Total assignments: More than 200.**

Subsidized Properties-

Apartment buildings, for ad velorum tax litigation. Typically for public entities.

Public Buildings-

With tax preferred public financing. Leasehold and leased fee valuation. Expert testimony provided.

Service Stations-

Fee interest, with and without convenience stores, appraisals for conversion with and without going concern. Monthly, recurring. More than 50.

Occasional Assignments-

Mobile Home Parks, golf courses, Mini Warehouses, Funeral homes, Theaters, Land Fills and vacant land suitable for land fill use, Hospitals, Gravel Pits, Special use liquid disposal facilities. Avigation easements (as takings)

Stock And Other Entity Business Valuations-

Equity interest valuations in proprietorships, regular and sub-chapter S privately held corporations, without publicly traded debt.

Taking And Other Litigation Assignments-

Public and quasi public entity condemnation, part take and damage analysis; special assessment litigation, support for petitioner and respondents. **More than 20 performed.**

Related Activities-

Instructor, Appraisal Continuing Education, Michigan

Instructor, Appraisal Practice Body Of Knowledge (Levels 1 through 4 - 1991 to 1998, State of Michigan, Holloway Institute, Lansing, Michigan

Instructor, Appraisal Continuing Education and Basic Body of Knowledge, Water Wonderland Board of Realtors at the University Center, Gaylord, Michigan