

Kenai Peninsula Borough
Purchasing & Contracting Department

MEMORANDUM

TO: Charlie Pierce, Borough Mayor
FROM: John D. Hedges, Purchasing & Contracting Department JH
DATE: May 5, 2022
RE: South Peninsula Hospital CT Scan / Nuclear Medicine Addition Sole Source

The Kenai Peninsula Borough (Borough) owns and provides for the operation of South Peninsula Hospital (Hospital) through the South Kenai Peninsula Hospital Service Area.

South Peninsula Hospital Inc. (SPHI) operates the hospital and other medical facilities by way of an Operating Agreement with the Borough.

In accordance with the operating agreement and in cooperation with the Borough Purchasing and Contracting Department, SPHI contracted with Architects of Alaska to complete a master planning project for the Hospital and the Service Area. That master planning project is currently underway and is guided by a steering committee of Borough, Hospital, and Service Area stakeholders.

As part of SPHI's current capital planning priorities the addition of a nuclear medicine modality to SPHI's imaging services was made a priority and service area funds were appropriated through the KPB FY21 budget process for the planning and development.

The service area and Hospital currently have a need for the improved patient care that this nuclear medicine modality will bring. Delays beyond the control of the hospital and the Borough have contributed to the need to expedite this project.

Taking advantage of the master planning efforts and expertise of Architects of Alaska's team to develop a conceptual project scope that maximizes the functionality and the patient care experience for the new nuclear medicine modality, and its support infrastructure, is in the best interest of SPHI, the Services Area, and the Borough.

Architects of Alaska has provided a quote for services that will evaluate the total SPH imaging department operation and two possible project location scenarios for a not to exceed amount of **\$38,470.00.**

Once complete with the conceptual development it is the intent of the Purchasing and Contracting Department to negotiate, in partnership with SPHI, with Architects of Alaska for a proposal to complete the project design development effort. Should a negotiated value and proposal be reached, a sole source request will be brought forward to the Assembly with a recommendation for approval.

For the reasons described above, it is in the best interest of the Borough to authorize a Sole Source award to Architects of Alaska for the conceptual design development of this project. Funds area available in account 491.81210.21SHA.48516.

Your approval is hereby requested. Funding for this project is \$38,470.00 and in account number 491.81210.21SHA.48516.

Approved: Charlie Pierce
Charlie Pierce, Mayor

5/6/2022
Date

FINANCE DEPARTMENT FUNDS VERIFIED	
Acct. No.	<u>491.81210.21SHA.48516</u>
Amount	<u>\$38,470.00</u>
By: <u>CJP BH</u>	Date: <u>05/06/2022</u>
NA	