

**RESOLUTION 2017-18**

**A RESOLUTION AUTHORIZING THE ACQUISITION OF REAL PROPERTY LOCATED AT 354 TYEE STREET, SOLDOTNA FOR THE PURPOSE OF PROVIDING WITHDRAWAL MANAGEMENT SERVICES, APPROPRIATING \$750,900 FROM THE CPGH, INC. PLANT REPLACEMENT AND EXPANSION FUND FOR THE PURCHASE AND REMODEL OF THE PROPERTY, AND AUTHORIZING AN AMENDMENT TO THE CPGH, INC. LEASE AND OPERATING AGREEMENT**

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1. **WHEREAS**, the Kenai Peninsula Borough (“Borough”) owns and provides for the operation of Central Peninsula Hospital (“Hospital”), and for other health services and medical facilities, through the Central Kenai Peninsula Hospital Service Area, (“Service Area”); and
2. **WHEREAS**, the Borough has entered into a Lease and Operating Agreement (“L&O”) with Central Peninsula General Hospital, Inc. (“CPGH, Inc.”) for the lease and operation of the Hospital and other medical facilities, to operate these medical facilities on a nonprofit basis in order to ensure the continued availability of the medical services to the service area residents and visitors; and
3. **WHEREAS**, CPGH, Inc. finds that is in the best interest of the Central Kenai Peninsula Hospital Service Area to purchase the property and building at 354 Tyee Street, Soldotna, Alaska located on Lots Eighteen (18) Block Two (2) Iris Heights Subdivision, Plat No. 77-40, Kenai Recording District, Third Judicial District, State of Alaska, (Assessor Parcel No. 059-340-40) for the purposes of providing inpatient and outpatient withdrawal management services; and,
4. **WHEREAS**, 354 Tyee Street, Soldotna, Alaska, is available for purchase and is suitable for providing withdrawal management services upon a remodel; and
5. **WHEREAS**, Central Peninsula Hospital Administration seeks approval from the CPGH, Inc. Board of Directors for the scope of the project including the property acquisition, remodeling and inclusion of the property in the L&O as property leased to CPGH, Inc.; and
6. **WHEREAS**, the purchase and remodel contingent upon funding and assembly approvals and authorized use of CPH Plant Replacement and Expansion Funds shall not to exceed \$750,900 for this project; and
7. **WHEREAS**, the total cost breakdown for this acquisition is \$500,000 for the purchase, up to \$4,000 for closing costs, \$6,000 processing fee from the KPB Land Management Division, and \$240,900 for remodeling and code compliance, for a total request of \$750,900 from Hospital grant receipts and Property Plant and Replacement Funds;

**THEREFORE, BE IT RESOLVED, BY THE BOARD OF DIRECTORS OF CENTRAL PENINSULA GENERAL HOSPITAL, INC., A NOT-FOR-PROFIT ALASKA CORPORATION, THAT:**

**SECTION 1.** The CPGH, Inc. Board of Directors authorizes the purchase of on Lots Eighteen (18) Block Two (2) Iris Heights Subdivision, Plat No. 77-40, Kenai Recording District, Third Judicial District, State of Alaska, (Assessor Parcel No. 059-340-

40); Soldotna Alaska 99669, for a price of \$500,000, closing costs not to exceed \$4,000, \$6,000 KPB Processing fee, and remodeling costs of \$240,900 with the funds to be paid from the Hospital grant receipts; and that the purchase of this building and property are subject to the approval of the Borough Assembly.

**SECTION 2.** The CPGH, Inc. Board of Directors supports approval by the Kenai Peninsula Borough Assembly which must be obtained prior to closing and payment of the purchase price, or the transactions will be cancelled without penalty.

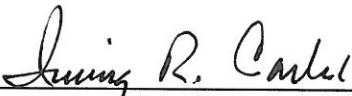
**SECTION 3.** The CPGH, Inc. Board of Directors authorizes the Hospital Administration to proceed with the purchase and remodeling for the Withdrawal Management project for a total amount not to exceed \$750,900, with the funds to be paid from the Hospital grant receipts and Property Plant and Replacement Funds; and that the purchase of this building and property are subject to the approval of the Borough Assembly.

**SECTION 4.** The CPGH, Inc. Board of Directors authorizes the Board President to execute an amendment to the Central Peninsula Hospital Lease and Operating Agreement with the Kenai Peninsula Borough to include the property described in Section 1 of this resolution as leased to CPGH, Inc.

**SECTION 5.** This resolution becomes effective upon adoption by the CPGH, Inc. Board of Directors.

I certify that the above resolution was approved by vote of the Board of Directors of Central Peninsula General Hospital, Inc. at the 03/30/2017 Board meeting.

Dated: 03/30/2017

  
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Irving R. Carlisle, Secretary/Treasurer  
CPGH, Inc. Board of Directors