

Kenai Peninsula Borough  
Finance Department

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**MEMORANDUM**

**TO:** Wayne Ogle, Assembly President  
Kenai Peninsula Borough Assembly Members

**THRU:** Charlie Pierce, Mayor *CP*

**FROM:** Brandi Harbaugh, Finance Director *BH*

**DATE:** March 6, 2018

**RE:** Resolution 013, Authorizing Transfer of Cash in Excess of 90 Days Cash on Hand for the Period Ending December 31, 2017, by Central Peninsula General Hospital, Inc. to the Plant Replacement & Expansion Funds (Mayor)

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The newly negotiated Operating Agreement with Central Peninsula General Hospital, Inc. ("CPGH, Inc.") contains a provision requiring assembly approval of transfers both in and out of the Plant Replacement and Expansion Fund ("PREF"). Each quarter, CPGH, Inc. is required to deposit into the PREF any funds in its operating reserve that are in excess of 90 days cash on hand. As of December 31, 2017, CPGH, Inc. had \$5,121,308 in excess of 90 days cash on hand. As the best interests of the borough and hospital will be served by depositing these funds into the PREF sooner rather than after the April 3, 2018 meeting, this resolution is offered as a laydown.

Your approval of this resolution would be appreciated.