

Introduced by: Mayor
Date: 04/04/23
Hearing: 04/18/23
Action: Enacted
Vote: 8 Yes, 0 No, 1 Absent

**KENAI PENINSULA BOROUGH
ORDINANCE 2022-19-58**

AN ORDINANCE APPROPRIATING LOCAL FUNDS FROM SOUTH PENINSULA HOSPITAL, INC. TO COMPLETE THE PIONEER AVENUE ROOF REPLACEMENT AND MODIFICATIONS OF THE ROOF DRAINAGE SYSTEM

- WHEREAS,** the Kenai Peninsula Borough (“Borough”) has entered into an Operating Agreement with South Peninsula Hospital, Inc. (“SPHI”) for operation of the South Peninsula Hospital and other medical facilities, and to provide other healthcare programs and services, on a nonprofit basis in order to ensure the continued availability to the service area residents; and
- WHEREAS,** Section 16, Finances, Paragraph (a) Operating Revenue, requires that, on a quarterly basis, SPHI "shall transfer all cash on hand in excess of the operating reserve amount to the Borough for deposit into the South Peninsula Hospital Plant Replacement and Expansion Fund (PREF)”; and
- WHEREAS,** Ordinance 2021-019-38, appropriated \$147,500 of unobligated Plant Replacement and Expansion Funds and \$147,500 of SPH Operating Cash immediately following the purchase of the 203 W. Pioneer property; and
- WHEREAS,** the Borough’s Purchasing and Contracting Department completed a design to replace the Pioneer Avenue roof and address issues associated with the roof drainage system; and
- WHEREAS,** following the completion of the design effort an update to the project cost estimate was completed and identified the need for additional funding necessary for the completion of the work; and
- WHEREAS,** the project currently has \$147,500 of remaining SPHI operating funds available and approximately \$70,080 of the funds originally appropriated from the PREF; and
- WHEREAS,** the total funds necessary for the completion of the project is currently estimated at \$375,000 which requires an additional appropriation of \$80,000 from SPHI operating funds; and
- WHEREAS,** the SPHI Board, at its March 22, 2023 meeting, approved the use of SPHI operating funds to complete this project; and

WHEREAS, the South Kenai Peninsula Hospital Service Area Board, at its April 17, 2023 meeting, recommended approval by their passage of SKPHSA Resolution 2023-06;

NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

SECTION 1. That local funds in the amount of \$80,000 are appropriated from the SPH Inc. Operating fund to account 491.81210.22SPR.49999 to provide supplemental funding for the Pioneer Street Clinic Roof Replacement Project.

SECTION 2. That the appropriations made in this ordinance are project length in nature and as such do not lapse at the end of any particular fiscal year.

SECTION 3. That this ordinance shall be effective immediately upon enactment.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 18TH DAY OF APRIL, 2023.

Brent Johnson

Brent Johnson, Assembly President

ATTEST:

Michele Turner

Michele Turner, CMC, Acting Borough Clerk



Yes: Chesley, Cox, Ecklund, Elam, Hibbert, Ribbens, Tupper, Johnson
No: None
Absent: Derkevorkian