

MEMORANDUM

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

THRU: Charlie Pierce, Mayor *CP*

FROM: Brandi Harbaugh, Finance Director *BH*
Valentina Sustaita, Purchasing & Contracting Director *VS*

DATE: January 24, 2019

RE: Ordinance 2018-19- 30, Appropriating \$1,244,308 from the Central Peninsula Hospital Plant Replacement and Expansion Fund for the Obstetrics/Catheterization Lab Project at Central Peninsula Hospital (Mayor)

In ordinance 2016-19-12 the borough assembly approved the construction of new obstetrics facilities, a cardiac catheterization laboratory and related projects located at or adjacent to the Central Peninsula Hospital appropriated funds for the project, and authorized the issuance and sale of bonds.

The amounts estimated to cover the costs of this project were based upon best estimates made more than two years ago. Since then CPH staff has conducted multiple evaluations of different vendors providing the equipment needed and have chosen vendors which offered the best equipment at the best price. The current prices for the equipment needed will require an increase in the budget by \$1,244,308 for cath lab equipment, IT components and hemodynamic monitoring equipment. An admin service fee of .5% will also be applied, making the total appropriation \$1,244,308.

Sufficient funds are available in the CPH Plant Replacement and Expansion Fund to support this additional need. This ordinance would appropriate those funds for this project. Your support of this ordinance would be appreciated.

FINANCE DEPARTMENT ACCOUNT VERIFIED	
Acct. No.	490.20602
Amount:	\$ 1,244,308
By: <i>BH</i>	Date: <i>1/25/19</i>