

**SOUTH KENAI PENINSULA HOSPITAL
SERVICE AREA BOARD**

RESOLUTION 2022-02

**A Resolution of the South Kenai Peninsula Hospital
Service Area Board
Recommending Approval of the South Peninsula Hospital
FY 2023 Capital Budget**

WHEREAS, the South Peninsula Hospital, Inc. (SPH, Inc.) Administration uses a systematic, fiscally responsible process for developing the South Kenai Peninsula Hospital Service Area (Service Area) FY 2023 Capital Budget, which includes participation of department directors, managers, medical staff, board of directors and administration; and identification of strategic growth needs versus replacement of aging and obsolete equipment; and

WHEREAS, in accordance with the Operating Agreement with the Kenai Peninsula Borough (Borough) sections 13 and 13 b i, Capital Improvement Projects Approval and Management, the Borough may finance capital improvements for the medical facilities as necessary for the provision of services and functions to meet the needs of the residents of the Service Area. Projects requiring Borough Assembly approval may be approved during the annual Borough budgeting process or on an individual basis; and

WHEREAS, the SPH, Inc. Capital Committee has identified \$2,443,066 in capital assets necessary to meet patient care needs and strategic initiatives; and

WHEREAS, it is the intent of SPH, Inc. to submit to the South Kenai Peninsula Hospital (SKPH) Service Area Board a Capital Spending Request of \$2,443,066 to the Borough to be funded with unobligated Service Area and Plant Replacement funds; and

WHEREAS, SPH, Inc. requests funding of \$2,099,859 *from Service Area funds* to purchase capital assets for FY23; and

WHEREAS, SPH, Inc. requests funding of \$343,207 *from Plant Replacement funds* to purchase capital assets for FY23; and

WHEREAS, the items requested are critical to the mission and vision of SPH, Inc.; and

WHEREAS, the Capital Budget was reviewed and approved by the SPH, Inc. Finance Committee on January 20, 2022; and

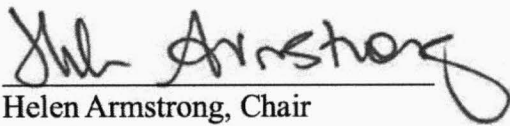
WHEREAS, the Capital Budget was reviewed and approved by the SPH, Inc. Board on January 26, 2022.

NOW, THEREFORE, BE IT RESOLVED BY THE SOUTH KENAI PENINSULA HOSPITAL SERVICE AREA BOARD:

The SKPH Service Area Board hereby respectfully recommends the approval of the South Peninsula Hospital, Inc. FY23 Capital Budget by the Kenai Peninsula Borough Assembly.

PASSED AND ADOPTED BY THE SOUTH KENAI PENINSULA HOSPITAL SERVICE AREA BOARD AT ITS MEETING HELD ON THIS 10TH DAY OF FEBRUARY 2022.

ATTEST:

A handwritten signature in black ink, appearing to read "Helen Armstrong", written over a horizontal line.

Helen Armstrong, Chair
South Kenai Peninsula Hospital Service Area Board
February 10, 2022