



KENAI PENINSULA BOROUGH

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MIKE NAVARRE
BOROUGH MAYOR

MEMORANDUM

TO: Dale Bagley, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Mike Navarre, Mayor *MN*

FROM: Craig Chapman, Finance Director *CC*
Mark Fowler, Purchasing & Contracting Director *MF*

DATE: February 12, 2015

SUBJECT: Ordinance 2014-19-43, An Ordinance Authorizing the Design and Completion of Phases III And IV of the Central Peninsula Hospital Imaging Expansion and Remodel Master Plan and Appropriating \$3,134,745 from the CPH Plant Replacement and Expansion Fund for the Project

In early 2013 Central Peninsula General Hospital, Inc. (CPGH, Inc.) completed the development of a five-phase master plan for the Central Peninsula Hospital (CPH) imaging department in order to plan for volume growth, upgrades, and the replacement of major imaging modalities as they approach the end of their useful life.

Phase I which was appropriated through Ordinance 2011-19-67 in the amount of \$980,430 and Phase II which was appropriated through Ordinance 2012-19-52 in the amount of \$3,000,000, are nearing completion and the hospital is ready to move forward with Phases III & IV. Phase III will allow installation of the Fluoroscopy equipment that was appropriated through Ordinance 2014-19-36. Phase IV will complete the space for location of MRI and nuclear medicine equipment that are nearing the end of their life cycle. The final phase, Phase V, is expected to begin after the completion of Phases III and IV.

The total projected cost for design and completion of Phases III and IV is \$3,134,745 which does not include equipment costs for the replacement of the MRI or nuclear medicine equipment. CPGH, Inc. will come back to the assembly at a later date for the purchase of this equipment.

Sufficient funds are available in the Central Peninsula Hospital Plant Replacement and Expansion fund to support these projects.

FINANCE DEPARTMENT ACCOUNT / FUNDS VERIFIED	
Acct. No. <u>490.20602</u>	
Amount <u>\$3,134,745</u>	
By: <u>AP</u>	Date: <u>2/9/15</u>