

Kenai Peninsula Borough  
Purchasing & Contracting Department

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**MEMORANDUM**

**TO:** Brent Hibbert, Assembly President  
Members, Kenai Peninsula Borough Assembly

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

**FROM:** John Hedges, Purchasing & Contracting Director *JH*  
Brandi Harbaugh, Finance Director *BH*

**DATE:** June 24, 2021

**RE:** Ordinance 2021-19-04, Appropriating Funding from the Central Peninsula Hospital Plant Replacement and Expansion Fund for the Central Peninsula Hospital Hot Lab Upgrade to ISO Cleanroom Project (Mayor)

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Central Peninsula Hospital currently provides Nuclear Medicine as a service. This service requires a small amount of radioactive material or tracer, which is a radiopharmaceutical, to be produced. Radiopharmaceuticals fall under the control of the US Nuclear Regulatory Commission, which publishes regulations and guidance for compliance. These regulations can be found in *US Pharmacopeia (USP) 825 Radiopharmaceuticals – Preparation, Compounding, Dispensing, and Repackaging* and follow ISO guidelines.

Central Peninsula Hospital is looking to upgrade the Nuclear Medicine Hot Lab, the space used to safely handle and prepare the radiopharmaceutical compound, to comply with new regulations, creating a safer environment. In order to comply with the new regulations, CPH Administration has identified the scope of the project, provided for a gap analysis, and project cost estimate to include remodeling of space, a compounding isolator and dose calibrator.

In accordance with the Operating Agreement, a design effort is underway to complete the Hot Lab Upgrade, ISO Cleanroom Project in 2021 as described. The estimated cost of the project is \$568,194. The Central Peninsula General Hospital, Inc. Board has approved funding of this project. The administration requests approval of the appropriation to complete this project using the Central Peninsula Hospital Plant Replacement and Expansion Fund.

FINANCE DEPARTMENT FUNDS/ACCOUNT VERIFIED	
Account:	<u>490.20602</u>
Amount:	<u>\$568,194</u>
By: <u>PP</u>	Date: <u>6/24/2021</u>