



KENAI PENINSULA BOROUGH

Finance Department

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MEMORANDUM

TO: Kelly Cooper, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Mike Navarre, Mayor *MN*

FROM: Brandi Harbaugh, Acting Finance Director *BA*

DATE: May 25, 2017

SUBJECT: Resolution 2017-*038*, Amending the Terms of the \$8,500,000 Kenai Peninsula Borough Revenue Bond, 1998 (Southcentral Foundation Project); and Providing for Related Matters (Mayor)

Pursuant to Resolution 98-097, in 1998 the Kenai Peninsula Borough issued a tax exempt bond in the amount of \$8,500,000 for the benefit of Southcentral Foundation, a non-profit corporation that provides health care services to Anchorage and surrounding areas including the Kenai Peninsula. The terms of the original agreement were amended in 2007 as approved by the assembly in Resolution 2007-060. The lender, Wells Fargo Bank, and Southcentral Foundation have negotiated an additional amendment to the terms of the 1998 bond that provides Southcentral Foundation with a more advantageous interest rate. Borough assembly approval by resolution is required to implement that amendment. This resolution would authorize the mayor to execute documents amending the loan agreement and the bond to effect the reduced interest rate and other changes as described in the resolution.

Your support of this resolution would be appreciated.