Introduced by: Mayor
Date: 06/07/22
Hearing: 06/21/22
Action: Enacted
Vote: 9 Yes, 0 No, 0 Absent

KENAI PENINSULA BOROUGH ORDINANCE 2021-19-53

AN ORDINANCE APPROPRIATING \$389,500 FROM THE SOUTH KENAI PENINSULA HOSPITAL SERVICE AREA FUND BALANCE TO SUPPORT REPLACEMENT AND IMPROVEMENT OF THE HOSPITAL'S HOT WATER SYSTEM

- WHEREAS, South Peninsula Hospital, Inc. ("SPHI") administration has identified the need to replace a 350-gallon domestic water tank at the South Peninsula Hospital ("SPH") in order to support long-term hot water generation; and
- WHEREAS, SPHI has determined that there is currently no redundancy or back up for the two water heaters and it is a strategic priority of SPHI management to provide the safest possible healing environment for patients and staff; and
- WHEREAS, an independent design and engineering consultant, RESPEC, was engaged to evaluate SPH's hot water needs and develop a plan to address failure, redundancy, backup, efficiency, risks, and costs; and
- WHEREAS, the cost to support replacement and improvement of the hot water system is estimated to be \$389,500; and
- WHEREAS, SPHI administration has requested that \$389,500 of fund balance from the South Peninsula Hospital Service Area Fund be appropriated for SPH's hot water system replacement and improvement; and
- WHEREAS, at its meeting on June 9, 2022, the South Kenai Peninsula Hospital Service Area Board, by resolution, recommended approval; and
- WHEREAS, at its meeting on May 25, 2022, the SPHI Finance Committee discussed the replacement and improvement of the Hospital's Hot Water System and recommended approval through the passage of SPH Board Resolution 2022-08;

NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

- SECTION 1. That funds in the amount of \$389,500 are appropriated from the South Kenai Peninsula Hospital Service Area Fund fund balance account number 602.27910 to be transferred to the South Peninsula Hospital Service Area Capital Project Fund account 491.81210.22SHY.49999 to fund the replacement and improvement of South Peninsula Hospital's hot water system.
- **SECTION 2.** That the appropriations made in this ordinance are of a project length nature and as such do not lapse at the end of any particular fiscal year.
- **SECTION 3.** This ordinance shall be effective immediately upon its enactment.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 21ST DAY OF JUNE, 2022.

ATTEST:

Yes: Bjorkman, Chesley, Cox, Derkevorkian, Ecklund, Elam, Hibbert, Tupper, Johnson

No: None Absent: None