

Kenai Peninsula Borough

Finance Department

MEMORANDUM

TO: Brent Johnson, Assembly President
Members, KPB Assembly

THRU: Peter A. Micciche, Mayor *PM*

FROM: Brandi Harbaugh, Finance Director *BH*

DATE: July 25, 2024

RE: Resolution 2024-036, Declaring the Kenai Peninsula Borough's Official Intent to Reimburse Itself from Proceeds of a Tax-Exempt Financing for Certain Expenditures Made/Or to Be Made in Connection with Capital Improvements to the South Peninsula Hospital and Campus, all Located in the South Kenai Peninsula Hospital Service Area (Mayor)

Ordinance 2024-12 ("Borough Legislation"), authorized the submission to the qualified voters of the South Kenai Peninsula Hospital Service Area ("Service Area") the question of the issuance of not to exceed \$38,500,000 of general obligation bonds to pay the costs of planning, designing, acquiring property for, renovating, construction and equipping facilities at the South Peninsula Hospital and campus, as more fully described in Appendix A hereto ("Capital Projects"). An election is to be held on October 1, 2024, in and for the Service Area, for the purpose of submitting a general obligation bond proposition to the qualified voters of the Service Area as authorized by the Borough Legislation.

This Resolution is required by IRS regulations in order for the Borough to reimburse itself for capital expenditures in connection with the Capital Projects. Reimbursement is contingent on voter approval and issuance of the bonds.

Your consideration is appreciated.