

Kenai Peninsula Borough

Finance Department

MEMORANDUM

TO: Brent Johnson, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Charlie Pierce, Mayor *CP*

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

DATE: March 24, 2022

RE: Ordinance 2021-19 44, Appropriating Funds from the South Kenai Peninsula Hospital Service Area Fund Balance to Fund the SPH Phase I Security Upgrade Project (Mayor)

The Kenai Peninsula Borough (Borough) owns and provides for the operation of South Peninsula Hospital (the Hospital) through the South Kenai Peninsula Hospital Service Area. South Peninsula Hospital Inc. (SPHI) operates the hospital and other medical facilities by way of an Operating Agreement with the Borough.

SEM Security Consultants performed a physical security assessment of the Hospital during 2021. The consulting group identified several vulnerabilities in the Hospital's current physical environment which require improvement to ensure greater safety for patients and staff. SEM Security Consultant's report provided details on the recommended security improvements which should be made to better secure the Hospital's campus. The estimated cost to implement these security improvements is \$105,000.

In March 2022, the borough received notice from SPHI. requesting \$105,000 to fund the South Peninsula Hospital Phase 1 Security Upgrade project. This ordinance appropriates funds of \$105,000 to be transferred from the South Peninsula Hospital Service Area Fund fund balance to the South Peninsula Hospital Service Area Capital Project Fund for the SPH Phase I Security Upgrade Project.

The South Kenai Peninsula Hospital Service Area Board recommended approval of this ordinance at its March 10, 2022 meeting. This ordinance is scheduled to come before the SPHI's Board at its meeting scheduled for March 23, 2022. SPHI's recommendation will be provided to the assembly prior to public hearing on this matter.

Your consideration of this ordinance is appreciated.

FINANCE DEPARTMENT FUNDS/ACCOUNT VERIFIED	
Account:	<u>602.27910</u>
Amount:	\$ <u>105,000.00</u>
By:	<u><i>CP</i></u> Date: <u>3/21/2022</u>