

Introduced by: Mayor
Date: 08/06/19
Hearing: 08/20/19
Action: Enacted as Amended
Vote: 9 Yes, 0 No, 0 Absent

**KENAI PENINSULA BOROUGH
ORDINANCE 2019-19-06**

**AN ORDINANCE APPROVING THE PURCHASE AND INSTALLATION OF A
DEAERATOR TANK FROM THE SOUTH PENINSULA HOSPITAL CAPITAL
PROJECT FUND**

- WHEREAS,** the Kenai Peninsula Borough ("borough") and South Peninsula Hospital, Inc. ("SPH, Inc.") have entered into a Sublease and Operating Agreement for the operation of South Peninsula Hospital and other Medical Facilities, and to provide other healthcare programs and services, on a nonprofit basis to ensure continued availability to the service area residents; and
- WHEREAS,** on June 18, 2019 the borough received notice from SPH, Inc. that its 34-year-old deaerator tank is experiencing issues; and
- WHEREAS,** SPH, Inc. requires this equipment to dissolve the oxygen out of the water while supplying all three boilers with preheated and chemically treated water to help protect them from internal corrosion and scale buildup; and
- WHEREAS,** the current deaerator tank is considered obsolete, replacement parts and service are not available; and
- WHEREAS,** this project is an unbudgeted capital item; and
- WHEREAS,** SPH, Inc. is recommending acceptance of the Alaska Boiler & Burner LLC quote of \$143,990, leaving \$36,010 for the remaining components of the project for the deaerator tank; and
- WHEREAS,** sufficient funds are available in the South Peninsula Hospital Plant, Capital Project Fund to fund this purchase; and
- WHEREAS,** at its regular meeting of June 26, 2019, the SPH, Inc. board recommended approval by adoption of SPH Resolution 2019-09; and
- WHEREAS,** at its meeting on August 8, 2019, the South Kenai Peninsula Hospital Service Area Board recommended approval;

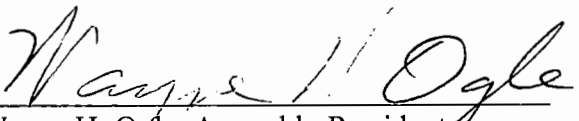
NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

SECTION 1. That the assembly approves the purchase and installation of a deaerator tank for a total cost of \$180,000, with the funds for payment to be made from the South Peninsula Hospital Service Area Capital Project Fund.

SECTION 2. That \$180,000 is appropriated from South Peninsula Hospital Service Area Capital Project Fund, to account 491.81210.20DTK.49999 for the purchase and installation of a deaerator tank.

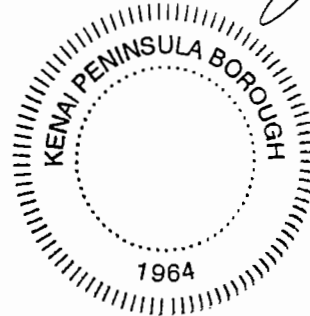
SECTION 3. That this ordinance shall become effective upon its enactment.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 20TH DAY OF AUGUST, 2019.


Wayne H. Ogle, Assembly President

ATTEST:


John Blankenship, MMC, Borough Clerk



Yes: Bagley, Blakeley, Carpenter, Cooper, Dunne, Fischer, Hibbert, Smalley, Ogle
No: None
Absent: None