

Kenai Peninsula Borough

Legal Department

MEMORANDUM

TO: Ryan Tunseth, Assembly President
Members, KPB Assembly

THRU: Peter A. Micciche, Mayor *PM*

FROM: Sean Kelley, Borough Attorney *SK*

DATE: June 25, 2026

RE: Resolution 2026- 043 , Authorizing the Expansion of New CPH Services for the Development of a Dermatology Clinic (Mayor)

Central Peninsula Hospital (CPH) has recruited dermatologist Dr. Brock Davis to establish a new practice providing MOHS surgery and dermatology services to the Central Kenai Peninsula Hospital Service Area. The dermatology clinic development at 254 N. Binkley will be completed in two phases, with Phase 1 budgeted at \$747,403 and Phase 2 budgeted at \$2,110,822, for a total project cost of \$2,858,225, to be funded through the PREF.

The CPGH, Inc. Board of Directors approved this project during its regularly-scheduled session on June 25, 2026; however, Section 25.b of the Operating Agreement requires Assembly approval for new services that have an expected total capital cost in excess of \$250,000. The Resolution simply authorizes the expansion of the new dermatology clinic services, and a separate ordinance will be presented to the Assembly appropriating PREF funds.

Your consideration is appreciated.