

# Kenai Peninsula Borough

## Purchasing and Contracting Department

---

### MEMORANDUM

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

**THRU:** Peter A. Micciche, Mayor *PM*

**FROM:** John Hedges, Purchasing & Contracting Director *JH*

**DATE:** August 24, 2023

**RE:** Resolution 2023-056, Authorizing a Sole Source Contract Award to Architects of Alaska for the South Peninsula Hospital to Complete Facility Infrastructure Design (Mayor)

---

In 2022, South Peninsula Hospital completed a Facilitates Master Plan ("FMP") process that identified a projected 10 years of growth and renovation necessary for the service areas needs.

Due to lack of funding a large portion of the facility engineering assessment, phasing plan, and energy audit included in that proposal was not able to be awarded.

Ordinance 2022-19-48 appropriated \$250,000 to complete project design costs associated with hospital infrastructure deferred maintenance replacement which includes design and infrastructure-related engineering assessment, phasing plan, and energy audit services that are necessary scope of work items to address the deficiencies in the facility-wide building systems.

The design team that completed the FMP has worked on several other projects since the FMP was completed and is most familiar with the SPH facilities, staff, and operations. An itemized proposal from Architects Alaska, Inc. was requested and a value less than the original proposed cost was negotiated that meets our \$245,098.04 budget.

An award to Architects Alaska, Inc. will also allow for an expedited effort to better understand the challenges that are faced with the renovation needs of the SPH facility.

For these reasons it is in the best interests of the Borough and Service Area to authorize a sole source contract award to Architects Alaska, Inc in an amount not to exceed \$245,098.04.

Your consideration is appreciated.

FINANCE DEPARTMENT FUNDS/ACCOUNT VERIFIED	
Account:	<u>491.81210.23DES.49311</u>
Amount:	<u>Not to Exceed \$245,098.04</u>
By: <i>BH</i>	
By: <i>CJ</i>	Date: <u>8/25/2023</u>