

Introduced by: Mayor
Date: 03/06/18
Action: Adopted
Vote: 9 Yes, 0 No, 0 Absent

**KENAI PENINSULA BOROUGH
RESOLUTION 2018-013**

**A RESOLUTION AUTHORIZING TRANSFER OF CASH IN EXCESS OF 90 DAYS
CASH ON HAND FOR THE PERIOD ENDING DECEMBER 31, 2017, BY CENTRAL
PENINSULA GENERAL HOSPITAL, INC. TO THE PLANT REPLACEMENT AND
EXPANSION FUND**

WHEREAS, the Kenai Peninsula Borough ("borough") and Central Peninsula General Hospital, Inc. ("CPGH, Inc.") entered into an Operating Agreement for the management and operation of Central 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, the Operating Agreement requires that, on a quarterly basis, CPGH, Inc. "shall transfer all cash on hand in excess of the operating reserve amount to the Borough for deposit into the Central Peninsula Hospital Plant Replacement and Expansion Fund (PREF)"; and

WHEREAS, CPGH, Inc. has determined that the operating reserve is in excess of ninety (90) days "cash on hand" in the amount of \$5,121,308 for the quarter ending December 31, 2017, which funds must be transferred for deposit into the PREF; and

WHEREAS, the Operating Agreement further requires that any transfer in or out of the PREF shall first be considered by the CPGH, Inc. board and its recommendation shall be forwarded to the assembly; and

WHEREAS, at its meeting of January 25, 2018, the CPGH, Inc. board approved the transfer in and deposit to the PREF in the amount of \$5,121,308 for the quarter ending December 31, 2017;

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

SECTION 1. The transfer by CPGH, Inc. of \$5,121,308 to the PREF pursuant to Section 16(a) of the Operating Agreement is hereby approved.

SECTION 2. That this resolution takes effect immediately upon its adoption.

ADOPTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 6TH DAY OF MARCH, 2018.

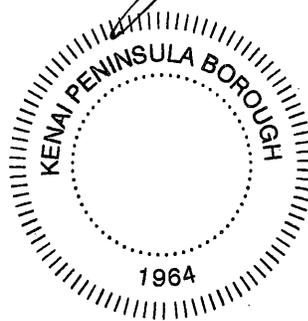
Wayne H. Ogle

Wayne H. Ogle, Assembly President

ATTEST:

John Blankenship

John Blankenship, MMC, Borough Clerk



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