

Kenai Peninsula Borough
Finance Department

MEMORANDUM

TO: Wayne Ogle, Assembly President
Members. Kenai Peninsula Borough Assembly

THRU: Charlie Pierce, Mayor *CP*

FROM: Brandi Harbaugh, Finance Director *BH*
Valentina Sustaita, Purchasing and Contracting Director *VS*

DATE: December 21, 2018

RE: Resolution 2019- 003, Authorizing the Purchase and Installation of a Hill-Rom Navicare Nurse Call System for the South Peninsula Hospital Utilizing Funds Previously Appropriated (Mayor)

In November 2018, the borough received formal notice from South Peninsula Hospital, Inc. ("SPH, Inc.") that its nurse call system that covers the majority of the hospital, excluding infusion therapy, and long term care had reached end-of-life and required replacement. The current system was purchased in 2001, parts and services are now unobtainable and the system is currently having functionality issues.

The Kenai Peninsula Borough and SPH, Inc. have entered into a sublease and operating agreement which requires separate approval from the borough assembly to purchase equipment in excess of \$250,000 or more, regardless of the funding source.

During its meeting of October 24, 2018, the SPH, Inc. Board of Directors approved SPH resolution 2018-13 authorizing the purchase and installation of the nurse call system using funds previously appropriated in fiscal years 2018 and 2019. At its November 8, 2018, meeting the South Kenai Peninsula Hospital Service Area Board also recommended approval of SPH Resolution 18-13. This resolution would approve the use of the appropriated capital funds.

Your approval of this ordinance would be appreciated.

**FINANCE DEPARTMENT
ACCOUNT / FUNDS VERIFIED**

Acct. Nos. 491.81210.19SHB.48516; and
491.81210.18SHB.48516

Amount: \$ 525,095.00

By: *pp* Date: 12/19/18