

Kenai Peninsula Borough

Planning Department – Land Management Division

MEMORANDUM

TO: Kelly Cooper, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Charlie Pierce, Mayor *CP*
Max Best, Planning Director *MB*

FROM: Marcus Mueller, Land Management Officer *mm*

DATE: November 5, 2019

RE: Resolution 2019- 062, Authorizing the Borough, on Behalf of the South Kenai Peninsula Hospital Service Area, to Amend the Existing Lease Agreement for 4201 Bartlett Street, Homer, Alaska, to Add an Office Space on a Temporary Basis, and Authorizing an Amendment to the Sublease and Operating Agreement with South Peninsula Hospital, Inc. (Mayor)

On behalf of South Peninsula Hospital, Inc. ("SPH"), the borough leases medical office space at the Kachemak Bay Professional Building located at 4201 Bartlett Street in Homer. The part of the building not leased by the hospital has just opened up and is now available for lease. The borough is working with the parties on a proposal for a long term lease of the entire building which will be up for review by the South Kenai Peninsula Hospital Service Area Board on November 14, 2019. SPH desires to maintain continuity of services at this location. A temporary lease of this space, suite 202, is proposed to respond to the business needs of the hospital while the long term arrangements are being worked through normal procedures.

Your consideration of this resolution is appreciated. It would authorize a two-month lease of Suite 202 at a monthly rate of \$2.24/sq. ft. by way of amendment to the borough's existing lease at this building.