STATE OF ALASKA

DEPT. OF HEALTH AND SOCIAL SERVICES

OFFICE OF THE COMMISSIONER

FRANK H. MURKOWSKI, GOVERNOR

P.O. BOX 110601 JUNEAU, ALASKA 99811-0601 PHONE: (907) 485-3030 FAX: (907) 465-3068

September 7, 2004

Mr. Mark Talley, Chief Financial Officer South Peninsula Hospital, Inc. 4300 Bartlett Street Homer, AK 99603

Re: Grant # 06-4-C-5015

Dear Mr. Talley:

On behalf of the Department of Health and Social Services, I am pleased to inform you that your agency has been awarded \$882,738.00 in capital funds for the new construction of nursing beds and renovation of the South Peninsula Hospitals, Long Term Care and Rehabilitation. These are Federal funds that the Department of Health and Social Services is administrating in cooperation with the Denali Commission.

Michael Frawley, our Grants Administrator, will be in contact with you to obtain the necessary information so that a grant agreement can be drafted. If you have any questions concerning this grant, please contact Michael at 907-465-3942 or e-mail him at Michael_Frawley@health.state.ak.us. We look forward to working with you to complete this project.

Sincerely,

Joel Gilbertson, Commissioner

STATE OF ALASKA

DEPT. OF HEALTH AND SOCIAL SERVICES

OFFICE OF THE COMMISSIONER FINANCE AND MANAGEMENT SERVICES

FRANK H. MURKOWSKI, GOVERNOR

P.O. Box 110650 Juneau, AK 99811-0650 Phone: (907) 465-3082 Fax: (907) 465-2499

October 20, 2004

Amendment # 2 Grant Award 06-4-C-5015

All changes to the award conditions are noted below.

Grant # 06-4-C-5015

This Amendment reflects the additional funding allocated under Amendment 1 of Financial Assistance Award 0101-DC-2003-I14. Please note that an additional \$44,413 has been added to this sub-award.

Original Award under Financial Assistance Award 0136-DC-2004-I22 \$882,738

Additional funding under Amendment 1 for Financial Assistance
Award 0101-DC-2003-I14 \$44,413

Total Award from the Denali Commission for Grant # 06-4-C-5015 \$927,151

There are no other changes to the original grant agreement, as amended.

Initial