Introduced by:

Mayor at request of South Peninsula Hospital Service Area

Board

Date: Shortened Hearing: Action:

06/19/01 07/10/01 Enacted 9 Yes, 0 No

Vote:

KENAI PENINSULA BOROUGH ORDINANCE 2001-19-02

AN ORDINANCE ACCEPTING AND APPROPRIATING \$54,000 FOR A FINANCIAL ANALYSIS AND COMMUNITY NEEDS ASSESSMENT FOR SOUTH PENINSULA HOSPITAL AS A PREREQUISITE FOR DESIGNATION AS A CRITICAL ACCESS HOSPITAL

- WHEREAS, pursuant to the Medicare Benefits Improvement Act of 2000, changes in the Medicare regulations changed the calculation of Medicare payments to hospitals; and
- WHEREAS, hospitals designated as critical access hospitals are able to receive cost based reimbursements from Medicare instead of reimbursement based upon Medicare's fee schedule; and
- WHEREAS, the South Peninsula Hospital Service Area Board asked the hospital administration to conduct a financial feasibility analysis and community needs assessment to determine whether the hospital should be classified as a critical access hospital; and
- WHEREAS, the State of Alaska, Department of Health and Social Services, has agreed to pay \$54,000 to the borough on behalf of the South Peninsula Hospital Service Area to fund these studies;

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

- **SECTION 1.** The sum of \$54,000 is hereby accepted from the Department of Health and Social Services and appropriated to the South Peninsula Hospital Service Area Fund, account No. 601.81210.49999.
- **SECTION 2.** That the mayor is authorized to execute all documents necessary to accept the funds and enter into a contract with the State of Alaska for accepting the funds and completing the accompanying hospital financial feasibility analysis and community needs assessment for South Peninsula Hospital's application as a critical access hospital.

SECTION 3. That this ordinance takes effect immediately upon its enactment.

ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 10TH DAY OF JULY, 2001.

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Timothy Navarre, Assembly President

ATTEST:

Linda S. Murphy, Boroylgh Clerk