

Introduced by: Mayor  
Date: 09/18/07  
Hearing: 10/23/07  
Action: Enacted as Amended  
Vote: 9 Yes, 0 No, 0 Absent

**KENAI PENINSULA BOROUGH  
ORDINANCE 2007-19-23**

**AN ORDINANCE APPROPRIATING \$1,400,000 OF INTEREST INCOME TO PAY  
THE COST OF CAPITAL IMPROVEMENTS AT THE CENTRAL PENINSULA  
HOSPITAL**

**WHEREAS,** in the October 7, 2003, election, a majority of Central Kenai Peninsula Hospital Service Area (Service Area) voters voting on the matter approved Proposition No. 2 which authorized the expenditure of \$49,900,000 to pay the cost of capital improvements related to the Central Peninsula General Hospital and the issuance of up to \$49,900,000 in Service Area General Obligation bonds; and

**WHEREAS,** bond proceeds totaling \$49,900,000 were appropriated through Ordinance 2003-19-33; and

**WHEREAS,** Phase I and Phase II of the project are completed; and

**WHEREAS,** Phase III of the project, which includes the remodel of 24,670 square feet and construction of 8,080 square feet was started in February 2007; and

**WHEREAS,** during the Phase III construction process, building deficiencies were identified that need to be corrected, including the Emergency Power upgrade with an estimated cost of \$447,000 and the Emergency Room (ER) Roof Replacement with an estimated cost of \$250,000; and

**WHEREAS,** the following additive alternate items were not previously awarded due to budget constraints: #2 Blood Draw area, \$355,000; #3 ER Canopy, \$175,000; and #4 ER Air intake re-location, \$100,000; but these items are required to meet the American Institute of Architects guidelines for hospitals; and

**WHEREAS,** interest income of approximately \$1,400,000 has been earned on this project and is available for appropriation to fund these items; and

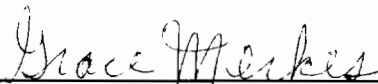
**WHEREAS,** at its meeting of September 17, 2007, the Service Area board recommended enactment;

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

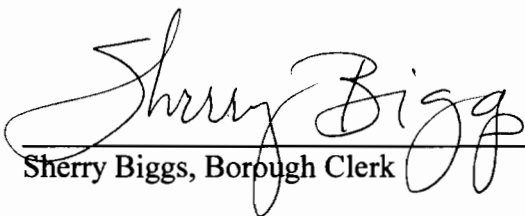
**SECTION 1.** That \$1,400,000 is appropriated to account 401.81111.04CHB.49101 for costs associated with the Central Kenai Peninsula Hospital Service Area expansion project.

**SECTION 2.** That this ordinance takes effect immediately upon its adoption.

**ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 23RD DAY OF OCTOBER, 2007.**

  
\_\_\_\_\_  
Grace Merkes, Assembly President

ATTEST:

  
\_\_\_\_\_  
Sherry Biggs, Borough Clerk



- Yes: Fischer, Gilman, Knopp, Long, Martin, Smith, Sprague, Superman, Merkes
- No: None
- Absent: None