



July 31, 2012

Hon. Gary Knopp, President
Kenai Peninsula Borough Assembly Members
Kenai Peninsula Borough
144 N. Binkley Street
Soldotna, Alaska 99669

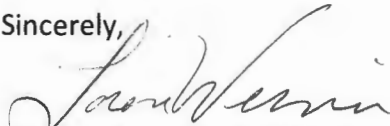
Dear Assembly President Knopp and Assembly Members,

At our regular meeting on July 26, 2012, the CPGH, Inc. Board of Directors reviewed and discussed Mayor Navarre's July 25, 2012 memo to the Assembly regarding Ordinance 2012-19-12 and the proposed amendments to the ordinance. If the amendments are adopted it is our understanding that total funding for the radiation oncology project will be increased to \$6,700,000. This amount would include the already appropriated \$4,700,000 from the plant replacement and expansion fund and the additional \$2,000,000 in grant funding that was appropriated by the Legislature specifically for this project.

The Board of Directors then approved a motion supporting the proposed amendments and recommending Assembly approval of the amended Ordinance 2012-19-12. The Board believes that the amended ordinance is in the best interests of our patients, our service area's residents, and the Borough. Cancer treatment services have been the number one request by service area residents in the last two community health surveys. Assembly approval of Ordinance 2012-19-12 as amended will allow for an immediate contract award to begin construction this month.

The CPGH Inc., Board of Directors would like to thank the Assembly and Mayor Navarre for continuing to support construction of a radiation oncology facility at Central Peninsula Hospital, bringing radiation oncology cancer treatment services to residents of the borough.

Sincerely,



Loren K. Weimer, President
CPGH, Inc. Board of Directors

Cc: Mike Navarre, Mayor

*CPH is a
member of
the Planetree
Alliance.*