



February 23, 2011

Marcus Mueller, Land Management Officer
Kenai Peninsula Borough
144 N. Binkley
Soldotna, Alaska 99669

Re: 166 Corral Property Acquisition

Dear Mr. Mueller,

Central Peninsula General Hospital Inc. (CPGH) was approached recently by Ms. Michelle Medley to purchase her property located at 166 Corral. Some preliminary discussions have taken place with the owner.

As discussed in our phone conversation if approved, this purchase would be similar to the purchase of the property at 198 Corral in September of 2009. The funding source would be the Plant Replacement and Expansion Fund (PREF).

The purpose for this purchase is multi-faceted. First and foremost acquiring property that is adjacent to the hospital campus provides space for future hospital expansion. In addition, the hospital has multiple space issues with new physician clinics opening between April and July.

I anticipate approval of this purchase request being brought before the CPGH, Inc. Board and approved at their March meeting. This would seem to allow for an introduction to the Assembly in early April for final authorization from the Kenai Peninsula Borough.

If you need any additional information please feel free to contact Bruce Richards at 714-4546.

Sincerely,

Ryan Smith
CEO
Central Peninsula Hospital

CPH is a
member of
the Planetree
Alliance.