

Project Authorization Amendment

Date 22 November 2011



510 L Street, Suite 410
Anchorage AK 99501

(907) 271-1414 tel
(907) 271-1415 fax
www.denali.gov

PA 01150-A-02

Project Number

Project Title

APSCI's Consortium Project for 4 Hospitals'
Oxygen Generating Systems

June 1, 2009 through June 30, 2013

Program Manager Nancy Merriman *Nancy Merriman*

Performance Period

Federal Co-Chair Joel Neimeyer *Joel Neimeyer*

Commission Amount

\$451,729.00

Certifying Official Jennifer Price *Jennifer Price*

Match Source(s)

KTN General Hospital, Petersburg Medical
Center, Providence Kodiak Island Medical

Match Amount

\$451,729.00

Pursuant to the terms and conditions of the Grant/Award, this Authorization:

Amends the original Project Authorization by extending the period of performance until June 30, 2013.

The extension is warranted due to a series of challenges involving the vendor of the equipment and now project changes requiring additional equipment and work to create a dual oxygen system. PeaceHealth Ketchikan Medical Center has provided a new timeline for the project with an estimated completion date of May 2013.

The project is temporarily on hold until sufficient capital funds are available to cover the additional equipment and work required to create a dual system. The original project was scoped as a dual system with necessary redundancy to ensure the ability to continually produce oxygen that meets US health care standards. Unfortunately, as the project progressed it was realized that the equipment and system as originally scoped was not sufficient and a second tank would be required resulting in increased equipment and installation costs. Additional funds to complete the project are not available during this budget year, requiring the project to be on hold until July 1, 2012. Additional engineering, equipment, and installation costs are estimated at \$120,000. Cash reserves will be required to cover the additional expense. This will delay the project. PeaceHealth Ketchikan remains committed to the completion of this project and believes the outcome will be beneficial to patients, community, and the organization.

New milestones for this project are: In-Progress June 1, 2009 through June 30, 2013 and

Project Close-Out July 1, 2013 through September 30, 2013