

STATE OF ALASKA

DEPT. OF HEALTH AND SOCIAL SERVICES

OFFICE OF THE COMMISSIONER

FRANK H. MURKOWSKI, GOVERNOR

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September 7, 2004

Mr. Mark Talley, Chief Financial Officer
South Peninsula Hospital, Inc.
4300 Bartlett Street
Homer, AK 99603

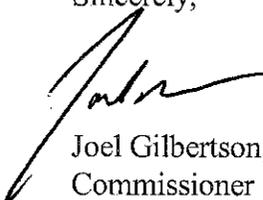
Re: Grant # 06-4-C-5015

Dear Mr. Talley:

On behalf of the Department of Health and Social Services, I am pleased to inform you that your agency has been awarded \$882,738.00 in capital funds for the new construction of nursing beds and renovation of the South Peninsula Hospitals, Long Term Care and Rehabilitation. These are Federal funds that the Department of Health and Social Services is administrating in cooperation with the Denali Commission.

Michael Frawley, our Grants Administrator, will be in contact with you to obtain the necessary information so that a grant agreement can be drafted. If you have any questions concerning this grant, please contact Michael at 907-465-3942 or e-mail him at Michael_Frawley@health.state.ak.us. We look forward to working with you to complete this project.

Sincerely,



Joel Gilbertson,
Commissioner