Presented by: The Manager Presented: 02/27/2023 Drafted by: S. Layne

RESOLUTION OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

Serial No. 3015

A Resolution Authorizing the Chief Executive Officer of Bartlett Regional Hospital (BRH) to Execute a Transition Agreement with Wildflower Court (WFC), and Negotiate for a Potential Transfer of Wildflower Court to BRH, with the Consent of the BRH Board.

WHEREAS, Bartlett Regional Hospital ("BRH") is an enterprise division of the City and Borough of Juneau, Alaska ("CBJ"); and

WHEREAS, Wildflower Court, Inc. ("WFC") currently operates a 61-room rehabilitation and long-term care facility located at 2000 Salmon Creek Lane, Juneau, Alaska 99801 ("Facility"), leases the real property on which the Facility is located from the CBJ, and owns the building and all business and personal property used in the operation of the Facility; and

WHEREAS, Juneau's population is aging and will require increased healthcare needs and there continues to be a significant demand in the community for post-acute and longterm care services; and

WHEREAS, WFC has seen an increase in operating costs during the pandemic of roughly 13%, and serious staffing shortages, which have resulted in WFC operating well below maximum occupancy with an average occupancy of 49 residents out of the total 61 beds available; and

WHEREAS, BRH strives to ensure a critical healthcare resource for post-acute care and long-term care services is sustained in the Juneau community; and

WHEREAS, BRH would like to engage in negotiations with WFC beginning with a letter of intent, transition agreement, and the finally transfer of ownership and operations of the organization's rehabilitation and long-term care facility from WFC to BRH.

Now, Therefore, Be It Resolved by the Assembly of the City and Borough of Juneau, Alaska:

Section 1. Support to Engage in Negotiations with WFC. The City and Borough of Juneau supports the Chief Executive Officer of BRH entering into a transition agreement to manage WFC and engage in negotiations for a future transfer of the facility to CBJ. **Section 2. Effective Date.** This resolution shall be effective immediately after its adoption.

Adopted this 27th day of February 2023.

Attest:

Beth A. Weldon, Mayor

Elizabeth J. McEwen, Municipal Clerk