



KENAI PENINSULA BOROUGH

Finance Department

144 North Binkley Street • Soldotna, Alaska 99669-8250

PHONE: (907) 714-2170 • FAX: (907) 714-2376

**MIKE NAVARRE
MAYOR**

TO: Dale Bagley, Assembly President
Members, Kenai Peninsula Borough Assembly

THRU: Mike Navarre, Borough Mayor *MN*

FROM: Craig Chapman, Finance Director *CC*

DATE: November 10, 2014

SUBJECT: Ordinance 2014-19-36, An Ordinance Authorizing the Purchase of Replacement Fluoroscopy Equipment from Siemens Medical Solutions USA, Inc. and Appropriating \$438,713 from the CPGH, Inc. Plant Replacement and Expansion Fund for the Purchase

The current fluoroscopy equipment in the Central Peninsula Hospital Imaging Department was installed in October 2002. It will reach its end of life in December 2015 after which Siemens, the manufacturer and company which maintains this equipment, will no longer write a service agreement to cover repairs. Replacing the fluoroscopy equipment is part of Phase 3 of the hospital's imaging remodeling plan.

Siemens is offering a significant trade-in value of \$100,000 for the existing fluoroscopy equipment in addition to a trade-in value of \$37,000 for the Toshiba CT at the recently acquired Providence Imaging location and to de-install the Toshiba CT at no additional cost to the hospital, an estimated savings of \$25,000.

The estimated cost for the purchase of the fluoroscopy equipment, net of the trade in value of the existing fluoroscopy unit and the Toshiba CT is \$438,713 and sufficient funds are available in the Central Peninsula Hospital Plant Replacement and Expansion fund.

FINANCE DEPARTMENT ACCOUNT / FUNDS VERIFIED	
Acct. No. _____	490.20602
Amount _____	\$438,713
By: _____	Date: <u>11/13/14</u>