

Introduced by: Mayor
Date: 11/25/14
Hearing: 01/06/15
Action: Enacted as Amended
Vote: 9 Yes, 0 No, 0 Absent

**KENAI PENINSULA BOROUGH
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**

WHEREAS, the Kenai Peninsula Borough ("Borough") has entered into a Lease and Operating Agreement with Central Peninsula General Hospital, Inc. ("CPGH, Inc.") for the lease and operation of the Hospital and other Medical Facilities, to operate these Medical Facilities on a nonprofit basis in order to ensure the continued availability of the Medical Facilities to the Service Area residents and visitors; and

WHEREAS, the current fluoroscopy equipment in the Central Peninsula Hospital Imaging Department was installed in October 2002 and 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; and

WHEREAS, approval of this replacement is being requested ahead of the Phase 3 Imaging Remodel scheduled for 2015, because Siemens is offering a significant trade-in value of \$100,000 for the existing fluoroscopy equipment plus 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; and

WHEREAS, replacing the fluoroscopy equipment is part of Phase 3 of the hospital's imaging remodeling plan; and

WHEREAS, once the purchase has been approved by the Borough, Siemens will activate the discounts and lock in the prices to remove the Toshiba CT scanner which meets the scheduling needs of CPH; and

WHEREAS, the CPGH, Inc. Board of Directors at its October 30, 2014 meeting recommended approval of the purchase by unanimous consent; and

WHEREAS, the Central Kenai Peninsula Hospital Service Area Board, at its meeting of December 8, 2014, recommended approval by unanimous consent; and

NOW, THEREFORE, BE IT ORDAINED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH:

SECTION 1. That the Assembly finds that appropriating funding for the purchase of the new fluoroscopy system is in the best interest of the borough as it furthers the purposes of the Central Kenai Peninsula Hospital Service Area to provide health care services.

SECTION 2. That the purchase price shall be \$438,713.

SECTION 3. That this acquisition is for the purposes of replacing fluoroscopy equipment that has exceeded its useful life.

SECTION 4. That \$438,713 is appropriated from the CPH Plant Replacement and Expansion Fund to account no. 490.81110.15FLR.49999.

SECTION 5. That this ordinance takes effect immediately upon its enactment.

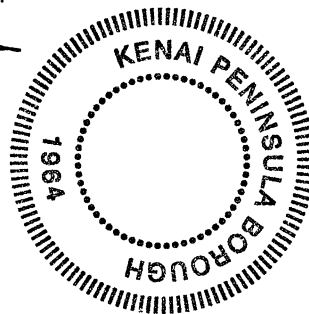
ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 6TH DAY OF JANUARY, 2015.

Dale Bagley

Dale Bagley, Assembly President

ATTEST:

John Blankenship
John Blankenship, MMC, Borough Clerk



Yes: Cooper, Haggerty, Gilman, Johnson, McClure, Ogle, Welles, Wolf, Bagley
No: None
Absent: None