



Agenda Statement

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File created: 5/15/2019 **In control:** City Council
On agenda: 5/20/2019 **Final action:** 5/20/2019
Title: Approval of Providence Valdez Medical Center Request to Make Unscheduled Capital Equipment Purchase of a New X-Ray Unit in the Amount of \$105,000
Sponsors: City Council
Indexes:
Code sections:
Attachments: 1. 2019 PVMC Capital Equipment Requests

Date	Ver.	Action By	Action	Result
5/20/2019	1	City Council	approved	Pass

ITEM TITLE:

Approval of Providence Valdez Medical Center request to make unscheduled capital equipment purchase of a new X-Ray unit

SUBMITTED BY: Brian Carlson, Finance Director

FISCAL NOTES:

Expenditure Required: \$105,000
Unencumbered Balance: \$7 million
Funding Source: PVMC (not City) unrestricted fund balance

RECOMMENDATION:

Approve PVMC Request to make capital equipment purchase.

SUMMARY STATEMENT:

- PVMC Staff has alerted the City about the need to replace the X-Ray unit, which has failed after 17 years. Estimated cost is \$105,000.
- Per contract, Council reviews and approves PVMC budget and capital equipment requests annually in September for the coming calendar year. Equipment purchases are made from the PVMC fund balance.
 - PVMC fund balance reflects accumulated net income, and is owned by City, though

PVMC carries this balance on its own books.

- Total PVMC fund balance exceeds \$10 million. \$3 million of this is restricted, reflecting contractual obligation to retain fund balance equal to 90 days of operations.
- Purchases made from PVMC fund balance are categorized as “reimbursable expenses,” and as such, are owned by the City per contract.
- Attachments: 2019 PVMC Capital Equipment Requests