



Legislation Text

File #: 19-0233, **Version:** 1

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