

Introduced by: Mayor at request of CPGH, Inc.  
Date: 10/14/03  
Hearing: 11/18/03  
Action: Enacted  
Vote: 9 Yes, 0 No

**KENAI PENINSULA BOROUGH  
ORDINANCE 2003-19-23**

**AN ORDINANCE APPROVING THE PURCHASE OF A NEW MAGNETIC  
RESONANCE IMAGING (MRI) SYSTEM FOR THE CENTRAL PENINSULA  
GENERAL HOSPITAL AT A COST NOT TO EXCEED \$1.3 MILLION WITH  
FUNDING TO BE PROVIDED BY APPROPRIATING \$300,000 IN GRANT FUNDS  
FROM THE DENALI COMMISSION, \$500,000 FROM THE PLANT, REPLACEMENT,  
AND EXPANSION FUND, REDIRECTING \$320,000 IN PREVIOUSLY APPROVED  
CAPITAL EQUIPMENT APPROPRIATIONS, AND \$180,000 FOR A TRADE-IN  
ALLOWANCE ON THE EXISTING MRI**

- WHEREAS,** the administration of CPGH Inc., has determined that patients and the community as a whole would benefit by upgrading the current five-year-old Tesla closed MRI to a new 1.5 tesla closed bore MRI; and
- WHEREAS,** the CPGH, Inc. board authorized the use of \$500,000 from the plant, replacement, and expansion fund toward purchase of the new MRI, and assembly approval is also required for these funds to be used; and
- WHEREAS,** the administration expects to receive a \$180,000 trade-in allowance on the current MRI; and
- WHEREAS,** the Central Kenai Peninsula Hospital Service Area Board at its August 11, 2003 board meeting, recommended adoption of CPGH, Inc. Resolution 03-68, which authorized the redirection of previously appropriated projects totaling \$320,000 for the new MRI, acceptance of the Denali Commission grant, use of \$500,000 from the plant, expansion, and replacement fund, and using the trade-in allowance on the current MRI for the new MRI; and
- WHEREAS,** the hospital has received a \$300,000 capital grant from the Denali Commission for MRI equipment; and
- WHEREAS,** the Denali Commission grant requires a cost share match of 100% of the grant amount, or a minimum of \$300,000 for the MRI purchase; and
- WHEREAS,** the appropriation of CPGH funds listed above will exceed the match requirement for the Denali Commission grant;

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

**SECTION 1.** The sum of \$300,000 is hereby accepted from the Denali Commission and appropriated to the Central Kenai Peninsula Hospital Service Area Fund, account No. 600.81110.04MRI.48515 for purchase of the above-described MRI.

**SECTION 2.** That the sum of \$500,000 is appropriated from CPGH Inc., plant, replacement, and expansion fund to account No. 600.81110.04MRI.48515.

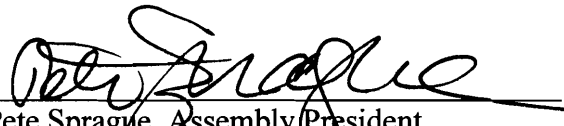
**SECTION 3.** That funds totaling \$320,000 for the capital purchases previously appropriated in Ordinance 2003-19 for capital purchases be redirected to account No. 600.81110.04MRI.48515 for the MRI purchase.

**SECTION 4.** That the hospital is authorized to use its current MRI, which has an estimated value of \$180,000, as a trade-in toward the purchase of a new MRI.

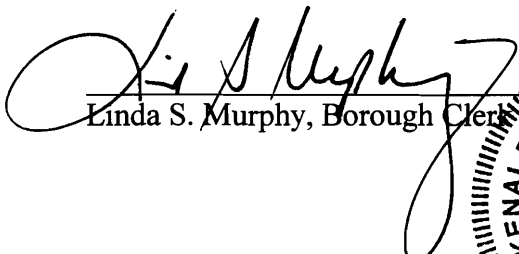
**SECTION 5.** That the mayor is authorized to execute all documents necessary to accept the funds from the Denali Commission and to effectuate the intents and purposes of this ordinance.

**SECTION 6.** That this ordinance takes effect immediately upon its enactment.

**ENACTED BY THE ASSEMBLY OF THE KENAI PENINSULA BOROUGH THIS 18TH DAY OF NOVEMBER, 2003.**

  
Pete Sprague, Assembly President

ATTEST:

  
Linda S. Murphy, Borough Clerk

