

Presented by: The Manager
Introduced: 04/17/00
Drafted by: Finance

ORDINANCE OF THE CITY AND BOROUGH OF JUNEAU, ALASKA

Serial No. 99-17 (Y)

AN ORDINANCE APPROPRIATING TO THE MANAGER THE SUM OF \$250,000 AS ADDITIONAL FUNDING TO COMPLETE BARTLETT REGIONAL HOSPITAL'S PROJECT 98. SUCH FUNDS PROVIDED BY BARTLETT REGIONAL HOSPITAL RETAINED EARNINGS.

BE IT ENACTED BY THE ASSEMBLY OF THE CITY AND BOROUGH OF JUNEAU, ALASKA:

Section 1. Classification. This ordinance is a noncode ordinance.

Section 2. Appropriation. There is appropriated to the Manager the sum of \$250,000 as additional funding to complete Bartlett Regional Hospital's Project 98.

Section 3. Source of Funds

Bartlett Regional Hospital Retained Earnings	\$250,000
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Section 4. Effective Date. This ordinance shall become effective upon adoption.

Adopted this _____ day of _____, 2000.

Dennis Egan, Mayor

Attest:

Laurie J. Sica, City Clerk

BUDGET ACTION REQUEST

City and Borough of Juneau, Alaska

Haldorson

4 '7' 00

Prepared by

Controllers

Division

Reviewer comments in this column

Type of Request	<input checked="" type="checkbox"/> Appropriation Ordinance	<input type="checkbox"/> Transfer Request	<input type="checkbox"/> Line Item Adjustment
	New or Supplemental budget, transfer between funds, or transfer between CIP and department. Attach fiscal note.	Transfer between CIP's. Requires Assembly approval.	Item within one department, or CIP. Does not require Assembly Approval.

Manager's Report

Describe Revenue source, amounts, impact, policy, and any public or staff comment. Attach more sheets as needed

see attached

Accounting

Enter one line description for data entry purposes:

99.17(4)														
If Revenue: This decreases budget.							If Revenue: This increases budget.							
If Expenditure: This increases budget							If Expenditure: This decreases budget.							
fund	dept	alre	prog	sub	obj	amount	amount	Fund	dept	alre	prog	sub	obj	
374	46	5	02	41	690	90,000	250,000	374	00	3	46	00	550	
374	46	5	02	40	110	20,000								
374	46	5	02	40	140	40,000								
374	46	5	02	40	999	100,000								
550	99	5	37	40	950	250,000	250,000	550	00	1	58	01	000	
						Debit Total	500,000							Credit Total

Approvals

Signature and date.

1/1

Sue Hirsch

4/10/00

Division Head

Date

Operations Accountant

Date

Fritz/Sorska, EVS (e-mail)

4/4/00

Julia A Haldorson

4/10/00

Department Head

Date

CIP/Grants Accountant

Date

1/1

Manager

Date

Controller

Date

Jay Williams
Finance Director

4/10/00

99.17(4)

1/1

Ord./TR/Line Item #

Period #

Data Entry

Date

Ordinance 99-17(Y)

Manager's Report

This ordinance will appropriate \$250,000 to Bartlett Regional Hospital's (BRH) "Project 98" from the Hospital's retained earnings.

The additional funds will cover change orders and final project costs to complete the Surgery Remodel phase of the project. This appropriation will bring the "Project 98" budget to \$8,085,050.

The Hospital Board approved transfer of \$250,000 from the hospital enhancement restricted funds to the Project 98 capital budget at their regular board meeting of March 28, 2000.

A copy of the meeting minutes is enclosed in the packet. After this ordinance is adopted the balance in BRH's retained earnings will be \$1,949,300.

OPERATIONAL IMPACT (Circle One) **No** **Yes** (If Yes, Explain in Detail)

Explanation of Impact: The cost of utilities for the Bartlett Regional Hospital's expansion project is unknown at this time. There will be no increase in staff to operate the expanded building.

(Attach Additional Pages as Necessary)

FINANCIAL IMPACT (Circle One) **No** **Yes** (If Yes, Complete the Following)

FUND:

	FY00	FY01	FY02	FY03	FY04
Expenditure Budget:					
Personal Services	\$				
Materials & Commodities					
Capital Outlay					
Other:					
Total Expenditures	\$				
Funding Sources:					
Federal Grant:					
Other: Fund Balance	\$				
Total Funding Sources	\$				
Personnel:					
Full-Time FTE's					
Part-Time FTE's					
Temporary FTE's					

CAPITAL IMPROVEMENT PROJECTS (CIP)

Project Budget:		Amounts noted at left are 100% of the project totals. Project total before Appropriation: \$7,835,050 This Appropriation: <u>\$ 250,000</u> Total Project: <u>\$8,085,050</u> Comment: _____ _____ _____
Direct Project Costs	\$8,085,050	
Total Project Budget	\$8,085,050	
Funding Sources:		
Other: BRH Retained Earnings	\$7,885,050	
Other: FY99 AW Sales Tax (Streets)	200,000	
Total Funding Sources	\$8,085,050	
Personnel:		
Full-Time FTE's		
Part-Time FTE's		
Temporary FTE's		

Prepared by: HALDORSON

Affected Depts a) _____

(Dir/Dept): b) _____

Finance Dir: _____

City Manager: _____

Date: 04/06/00

Date: _____

Date: _____

Date: 4/19/00

Date: _____

in to block off access from the east into the back parking lot. Robert Valliant reported Phase I came in \$200,000 under budget. It appears the total project is about \$40,000 under budget, but there is a lot of contingency money on the table.

FINANCE COMMITTEE – Donna Herbert reported. Patient Days for February were right at the budgeted level. This resulted in Inpatient revenue being close to the budget. Outpatient revenue was over budget. Revenue Deductions were close to budget. Total operating expenses were right at budget. In February Bartlett had a Net Income of \$130,817. This was nearly \$200,000 over our budgeted Net Loss of \$55,778 for the month. The Total Operating Expenses for the month were \$2,534,696. This was .14% lower than budget.

* { Robert Valliant reported to the Board that CBJ had made a request for an allocation of funds in the CIP for Project 98 from BRH's Future Facility and Enhancement Fund that currently has \$453,000. Garth Hamblin discussed the request in detail. To complete the project approximately \$300,000 is needed. **A motion was made to move \$250,000 into the CIP for Project 98 and passed with a unanimous roll call vote.**

In the Finance Committee meeting of 3/21/00 there was discussion related to the BRH insurance deductible. The deductible on the insurance policy is \$50,000. The balance in the deductible fund is less than \$50,000. **Motion was and approved to transfer \$35,315 from litigation fund into the insurance deductible fund restoring that balance to \$50,000.**

Project 98 Update – Occupancy of some areas will begin as early as April 2000, including Cardiac Rehab.

Project 2005 Update – Garth Hamblin and Robert Valliant met with the Assembly Public Works and Facilities Committee. As a result of the financial presentation the committee asked about sales tax. Subsequently, a letter was forwarded to the committee relative to the impact of a 1% temporary sales tax as a way to fund part of the project. This letter will be included in the board packet. Dr. Urata and Garth Hamblin met with Senator Stevens relative to the possibilities of some federal assistance in funding at least part of the project. Dr. Urata said the meeting was fine, but no guarantees. Senator Stevens referred them to his aide who does Health Care. Dr. Urata feels this avenue should continue to be explored. The aide will be in Juneau in April and a meeting will be arranged.

Discussion was held on the Project 2005 process. Mr. Valliant asked CBJ liaison, Dwight Perkins what was next. A meeting with the CBJ Finance Committee was discussed and a tentative date of April 12, 2000. Mr. Perkins said he would get back to Mr. Valliant with a meeting date. Revenue source scenarios were discussed.

St. Ann's Update – A meeting with two of the St. Ann's board members (Larry Persily and Rod Moline) and BRH board members (Lennie Gorsuch and Dr. Urata) was held on Monday, March 27 for the purpose of finding how the project is progressing. The St. Ann's board members reassured the BRH board that the project is on track. The completion date is still slated for April 2001. They are not being sued by the former architect, but are in discussions on how to settle the problem.