



THE STATE
of **ALASKA**
GOVERNOR MIKE DUNLEAVY

**Department of
Health and Social Services**

CERTIFICATE OF NEED PROGRAM

3601 C Street, Suite 978
Anchorage, Alaska 99503
Main: 907-334-3428
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February 11, 2021

Mr. William W. Horton
Jones Walker LLP
One Federal Place
1819 5th Avenue North, Suite 1100
Birmingham, Alabama 35203-2122

RE: Hatcher's Pass Surgery Center, LLC - Request for Determination

Dear Mr. Horton,

Hatcher's Pass Surgery Center, LLC, ("HPSC") has submitted a Request for Determination, pursuant to 7 AAC.07.031, as to whether a Certificate of Need ("CON") is necessary to provide pain management services at a facility to be located at 3035 Palmer-Wasilla Highway, Suite 500, Wasilla, Alaska 99654.

The proposed project will consist of 2,783 square feet and will have one procedure room to provide pain management services. These pain management services can include procedural sedation. HPSC does not propose procedures or services requiring general anesthesia.

HPSC estimates that the cost of the proposed project will be \$937,275.55. HPSC estimates a project commencement when a favorable decision is received from the department with the project conclusion to occur within 60 days of such.

Estimated Expenditures:

<u>Total Cost:</u>	<u>\$937,275.55</u>
Construction Costs (Flooring Replacement and related)	\$ 8,395.55
Equipment	\$619,345.00
Lease	\$256,545.00
Consulting Fee(s)	\$ 3,000.00
Contingency Reserve	\$ 50,000.00

For this Determination, the Department shall consider the cost of the proposed project, inclusive of all submitted, certified cost estimates, to be \$937,275.55. Based on the certified cost estimates provided by HPSC, and pursuant to 7 AAC 07.010 "Expenditures to be included when determining whether a certificate of need is required", the project cost is under the \$1.5 million CON threshold.

Since the proposed activity cost is less than \$1.5 million, a CON is not required for the proposed project.

If you are dissatisfied with this determination, you may request reconsideration under 7 AAC 07.033. A request for reconsideration must be postmarked no later than 30 days after publication of the public notice referencing this Determination.

Sincerely,

Alexandria Hicks

Alexandria Hicks, Coordinator
Certificate of Need Program