



THE STATE
of **ALASKA**
GOVERNOR SEAN PARNELL

**Department of
Health and Social Services**

OFFICE OF THE COMMISSIONER

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June 6, 2014

Via email & US Mail

Ken Tonjes, Chief Administrative Officer
PeaceHealth Ketchikan Medical Center
3100 Tongass Ave
Ketchikan, AK 99901

Dear Mr. Tonjes,

The review of the proposed Addition and Alterations Project is complete.

I have determined that the application has met the applicable Certificate of Need criteria for approval to the satisfaction of the State of Alaska Department of Health and Social Services.

In accordance with A.S. 18.07.031-111 and 7 AAC 07.001-900, PeaceHealth Ketchikan Medical Center is authorized to complete the Addition and Alterations Project, as proposed, in Ketchikan, Alaska.

The project consists of two Phases, and includes a new addition west of the existing hospital, a replacement surgery department with three operating rooms, sterile processing, outpatient clinics and a parking garage and helipad. The remodel includes expanding clinical office space and exam rooms, emergency department, laboratory, radiology and support spaces.

This authorization is for construction and renovation of 133,985 square feet.

The total cost of the project is \$84,433,225.

The estimated completion dates for the project are as follows: Phase I November 2015; Phase II March 2018.

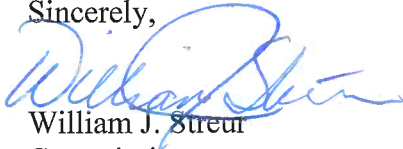
PHKMC Certificate of Need

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Under 7 AAC 07.080, if you are dissatisfied with this decision, you are entitled to a hearing if the request for a hearing is received in writing by the department no later than 30 days from the date of this letter.

Sincerely,

A handwritten signature in blue ink, appearing to read "William J. Streu", is written over the printed name.

William J. Streu
Commissioner