



THE STATE
of **ALASKA**
GOVERNOR MIKE DUNLEAVY

Department of
Health

Certificate of Need Program

3601 C Street, Suite 978
Anchorage, Alaska 99503
Main: 907-538-2452

January 29, 2024

Russell DeGroote, M.D.
SEAK Healthcare
7559 Tongass Highway
Ketchikan, Alaska 99901

RE: Request for Determination dated January 8, 2024
SEAK Healthcare – Diagnostic Imaging Services in Ketchikan, Alaska

Dr. DeGroote,

Thank you for your letter dated January 8, 2024, wherein you submitted, pursuant to 7 AAC 07.030, a Request for a Determination (“RFD”) whether a Certificate of Need (“CON”) is necessary to establish diagnostic imaging services at your existing healthcare facility.

SEAK Healthcare (“SEAK”) is a multi-specialty clinic located in Ketchikan, Alaska. SEAK proposes to provide low field Magnetic Resonance Imaging system (“MRI”) services, to be co-located with its existing Fluoroscopy suite. The MRI suite will consist of approximately 288 SF and the cost of the two (2) year lease for the space is \$2.00 per SF.

SEAK proposes to provide MRI services in February 2024, and estimates the total cost of the project to be \$106,849.98.

Cost of Project: **\$ 106,849.98**

MRI – Used (warranty and service agreement included)	88,770.00
Computer Workstation	900.00
Horus Cloud Reporting Service	259.98
PAC Service	3,096.00
Two Year Lease (288 SF x \$2.00 per SF)	13,824.00

Based on the request for determination, as presented, a CON is not required for the proposed project because the expenditures at issue would not exceed the CON \$1.5 million monetary threshold under AS 18.07.031.

Should the scope or cost of the project proposed deviate from the January 8, 2024, RFD submittal, you must contact the CON Program as a CON may be necessary for your project to proceed.

If you are dissatisfied with this determination, you may request reconsideration under 7 AAC 07.033 or appeal this determination under 7 AAC 07.080. A request for reconsideration must be postmarked no later than 30 days after publication of the public notice of this decision.

Sincerely,

A handwritten signature in cursive script that reads "Alexandria Hicks".

Alexandria Hicks, CON Program Coordinator

/ah