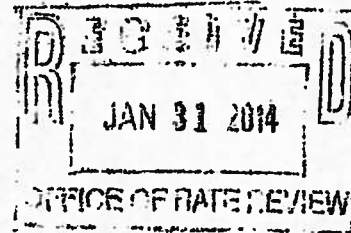


Cable & McCormick, a Professional Corporation  
d/b/a Diagnostic Imaging of Alaska  
4100 Lake Otis Pkwy, Ste 304  
Anchorage, AK 99508

January 31, 2014

Ms. Alexandria Hicks, Coordinator  
Certificate of Need Program Coordinator  
Division of Health Care Services  
Department of Health and Social Services  
Office of Rate Review  
3601 C Street, Suite 978  
Anchorage, AK 99503-5924



HAND DELIVERED

Dear Ms. Hicks:

Re: 7 AAC 07.031 Request for Determination Supplemental Information

We have obtained an independent review of the James Construction Cost Estimate and are providing this to your office. DuClos Construction was asked to conduct the review on our behalf to provide certified cost estimate verification. Mr. DuClos has 12 years of experience managing and constructing medical facilities, including MRI suites. A copy of his review is attached in which he found the \$260,000 construction estimate reasonable. Our request did have two cost estimates and we used the higher range estimate in our CON threshold calculations.

We also have need for office furniture and I have enclosed copies from the Office Depot catalog for office and waiting room chairs. I have updated the schedule to reflect the office furniture costs.

EXPENDITURE	Costs Incurred	Costs Included for CON threshold
Purchase of building at 261 East Park Ave, Ph 1 #3, Wasilla	\$250,000	\$250,000
Remodeling of building—Certified cost estimates included Including architectural schematics and drawings	\$282,595	\$282,595
Office furniture	\$ 509	\$ 509
Designs, plans, working drawings for remodel of building are provided by Fonar	\$ 0	\$ 0
<b>SUBTOTAL</b>	<b>\$533,104</b>	<b>\$533,104</b>
Leasing of equipment or space occupied by the facility. <sup>1</sup> Per 7 AAC 07.010, the age of the equipment is 7 years, and the useful life of the equipment is 5 years, so these costs are not included in the CON monetary threshold calculation.	\$800,000	\$ 0
<b>TOTAL</b>	<b>\$1,333,104</b>	<b>\$ 533,104</b>

<sup>1</sup> 7 AAC 07.010 Expenditures to be included when determining whether a certificate of need is required (8) leasing of equipment or space occupied by the facility based on (A) the net present value of the lease payments over the useful life of the asset, less the existing age of the asset, as set out in the 2008 edition of *Estimated Useful Lives of Depreciable Assets*, published by the American Hospital Association and adopted by reference.

**Office  
DEPOT.****SAVE \$10** instantly on select TurboTax® and H&R Block tax software

SHOP NOW



★★★★ (19 Reviews) Write Review

\$54.99  
x 2  
109.98

This item is in your cart

**Ruzzi Mid-Back Mesh Chair, 37 3/4-41 1/2"H x 24 1/2"W x 27"D, Black**

Item # 901347

Clean, simple lines give your office efficient, up-to-date appeal

Body-friendly design with soft, layered cushioning provides comfort throughout your work day.

Tough engineering keeps the chair looking new for years.

Original Price \$109.99 Instant Savings -\$55.00

Your Price \$54.99 \$54.99

Prices effective through 02/01/2014.

ONLINE

✓ In Stock

✓ Free Next Business Day Delivery

Order in the next 4 hours 7 minutes and get it Thursday, January 30

OUR STORES

✓ Sold in stores

✓ Free In Store Pick Up  
Pricing, Assortment and Availability**About This Product****DESCRIPTION**

Clean, simple lines give your office efficient, up-to-date appeal

- Body-friendly design with soft, layered cushioning provides comfort throughout your work day. Sit back and relax! Tilt tension control lets you adjust the ease and rate of the chair's recline while the tilt lock lets you lock it in the upright position.
- Tough engineering keeps the chair looking new for years. Pneumatic adjustment helps you find your ideal position — thighs level with the floor and feet flat.
- Streamlined armrests create a comfortable resting place for your arms and elbows
- Tilt controls for optimal positioning.
- 1-touch seat-height adjustment makes it easy to raise or lower your seat.
- Waterfall seat cushion slopes slightly downward to help reduce stress on your legs.
- Weight capacity tested to support up to 250 lbs.
- Recommended for casual use 0-8 hours per day.
- Meets or exceeds ANSI/BIFMA performance standards.
- Easy assembly instructions included.
- Backed by the manufacturer's 3-year limited warranty.

**PRODUCT DETAILS**

Item #	901347
Manufacturer #	MHC-0400F
recommended daily usage	0-8 hours (casual)
frame construction	plywood
frame color	Black
seat size	19 1/2"W x 19 3/4"D
seat material	mesh
material color	Black
dimensions	37 3/4-41 1/2"H x 24 1/2"W x 27"D
chair back style	mid-back
back cushion height	19
multiple adjustments	yes
adjustable seat height	pneumatic/1-touch
adjustable height range	37 3/4" - 41 1/2"
adjustable tilt tension	yes
tilt lock	yes
adjustable seat back depth	no
synchro tilt	no
adjustable forward tilt	no
adjustable tilt angle	no
adjustable knee tilt	no
adjustable back angle	no
adjustable back height	no
lumbar support	no
seat glide	no
waterfall seat cushion	yes
adjustable headrest	no
arms	yes
adjustable arm height	no
adjustable arm width	no
meets/exceeds ANSI/BIFMA standards	yes
weight capacity	250
assembly required	Yes
warranty length	3-year limited
style name	Ruzzi
distributor	Swinton Avenue Trading Ltd., Inc.
postconsumer recycled content	0

**Office  
DEPOT**

**SAVE \$10** instantly on select TurboTax® and H&R Block tax software

SHUT NOW



Not Yet Rated Write the first review

This item is in your cart

**Boss Office Products Traditional Tufted Conference Chair, 31"H x 24"W x 26"D, Mahogany Frame, Oxblood Vinyl**

Item # 607753

Classic yet comfy chairs keep guests relaxed

Traditional looks and plush padding keep your guests seated in comfort. Armrests help relieve shoulder strain.

Your Price  
\$132.99 \$132.99  
/ each

Also available in

ONLINE

- ✓ In Stock
- ✓ Estimated delivery 10-15 business days
- ✓ Free delivery

\$132.99

x3

\$398.97

**About This Product**

**DESCRIPTION**

Classic yet comfy chairs keep guests relaxed

- Traditional looks and plush padding keep your guests seated in comfort. These soft, durable conference chairs feature a stylish, button-tufted design in your choice of black or burgundy. The classic brass nail-head detailing gives these chairs a feel of sophistication that your guests are sure to notice.
- Armrests help relieve shoulder strain. Armrests help support forearms and elbows to help eliminate muscle fatigue and stress in the upper back, shoulders and neck.
- Easy assembly instructions included.

**PRODUCT DETAILS**

Item #	607753
Manufacturer #	80540-BY
frame construction	metal; resin; wood
frame color	Mahogany
seat size	22"W x 21"D
seat material	vinyl
material color	Burgundy
dimensions	31"H x 24"W x 26"D
back cushion height	18 1/2 inches
arms	yes
casters	no
lumber support	no
weight capacity	250 lb
assembly required	Yes
warranty length	0-year limited
style name	Traditional
brand name	Boss Office Products
manufacturer	Boss Office Products
postconsumer recycled content	0%
total recycled content	0%

Back To Top

**Side & Guest Chairs best sellers**

\$10099 / each	\$10199 / each	\$12099 / each
\$12099 / each	\$35599 / each	\$21599 / each
\$13999 / each	\$12099 / each	\$13099 / each
	\$15099 / each	

**Customers who viewed similar products also viewed**

\$15299 / each	\$27399 / each	\$14099 / each
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**DuClos Construction Inc.**

PO Box 92710  
Anchorage, AK 99509

cell 244-9933, email: dci@acsalaska.net

January 29, 2014

**Construction Cost Estimate Review and Certification:**

To: Diagnostic Imaging of Alaska c/o Anderson and Lohr Healthcare Consulting  
Services LLC  
Attn: Sharon Anderson, ph 770-9607  
From: David DuClos  
Project: 261 E. Park Avenue, Unit 3 – Wasilla, Alaska  
Fonar Permanent MRI Magnet

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Hello Sharon:

**Request:**

DuClos Construction Inc. has been asked to review the cost estimate for the General Construction work associated with the remodeling of the above property and the installation of the Fonar Supplied and Installed Permanent MRI Magnet.

**Documents:**

Provided by James Construction, 13961 E. Moyon Ruelle Court, Palmer, Alaska 99645, 907-982-7978.

1. General Construction Estimate, dated 1-3-2014, for the amount of \$260,000 dollars.
2. Drawing of the existing space.
3. Drawing and Specifications produced by Fonar Corporation, 110 Marcus Drive, Melville, New York 11747, 631-694-2929

**Site Visit:**

DuClos Construction Inc. met with Stan James of James Construction at the project site and reviewed the existing space to be remodeled. The scope of the remodel work



necessary to accommodate the installation of the Fonar Magnet was discussed. The cost estimate associated with the work was discussed.

**Review & Certification:**

The Cost Estimate provided by James Construction is reasonable for the General Construction work necessary to remodel the existing space, of the above location, to accommodate the installation of the Fonar Permanent MRI Magnet.

**Qualifications:**

David DuClos of DuClos Construction Inc. has a Bachelor of Science Degree in Construction Management and Engineering from Bradley University, Peoria Illinois.

David DuClos has 26 years of experience in the commercial construction industry.

David DuClos has 12 years of experience in managing and constructing medical facilities to include MRI suites.

If you have any further questions or require additional analysis please give me a call.

Sincerely,



David DuClos,  
President