

Alaska Medical Center, LLC

January 8, 2016

Alexandria Hicks, Coordinator
Certificate of Need Program
Department of Health and Social Services
Division of Health Care Services
3601 C Street, Suite 978
Anchorage, AK 99503

RE: Request for Determination
Alaska Medical Center, LLC

Dear Ms. Hicks:

This letter is in response to your January 5, 2016 letter requesting additional information regarding Alaska Medical Center, LLC's ("AMC") request for determination as to whether a certificate of need is required for its proposed project in Anchorage, Alaska.


AMC will be using approximately 65% of the space originally leased by Alaska Urological Institute, P.C., during the sublease term. AMC utilized the floor plan from the original March 1, 2012 lease between Alaska Urological Institute, P.C., and Ruby Investments, Inc., to calculate the 65% of the total usable square footage that will be used in AMC's ASC operations.

Regarding the remaining 35% of the space, this area will be retained by Alaska Urological Institute, P.C. and continue to be utilized in its current practice. There will be no mixing of functions or operations or overlap between AMC and Alaska Urological Institute, P.C.

Regarding the 5.5% amortization rate, AMC believes that this is a reasonable market interest rate representing the cost of financing the equipment and improvements which, when used with an amortization calculator, yields the estimated monthly payment amount.

AMC welcomes any additional questions and is willing to teleconference or meet face-to face with department representatives at their convenience. I look forward to hearing from you.

Sincerely yours,



ALASKA MEDICAL CENTER, LLC