

**NOTICE OF DECISION ON REQUEST FOR DETERMINATION OF WHETHER  
A CERTIFICATE OF NEED IS REQUIRED  
THE DEPARTMENT OF HEALTH AND SOCIAL SERVICES**

In accordance with 7 AAC 07.031, the Department of Health and Social Services (DHSS) has determined that a certificate of need is not required for the health care project or activity as presented and described below:

**Project/Activity:** South Peninsula Hospital proposes to expand its existing Homer Medical Center. The expansion includes routine maintenance and routine replacement of equipment, construction of non-clinical space, and construction of additional clinical space for a total of 5,584 SF. New clinical space will include eight (8) additional exam rooms, consultation area, specialty procedure room, office, lab, imaging space, medication and conference room(s).

**Applicant's Name:** South Peninsula Hospital

**Project/Activity Service Area:** Homer, Alaska

**Estimated Cost of Project/Activity Subject to CON:** \$800,773.96

**Summary of Decision:** In accordance with A.S. 18.07.031-111 and 7 AAC 07.001-900, the project as presented can proceed without a Certificate of Need. Based on the request for determination, a CON is not required because expenditures for routine maintenance and replacement of equipment are not subject to CON. Further a CON is not required for the proposed project because the expenditures at issue that are subject to CON would not exceed the \$1.5 million statutory threshold under AS 18.07.031.

Copies of the request for determination and this decision are available on the Certificate of Need website at: <http://hss.state.ak.us/Apps/CertNeed/>. Copies may also be obtained by contacting the certificate of need program coordinator by mail, phone, FAX, or email as follows:

Alexandria Hicks, Coordinator  
Certificate of Need Program  
3601 C Street, Suite 978  
Anchorage, AK 99503-5924  
Phone: (907) 754-3428; FAX: (907) 334-2220  
Email: Alexandria.hicks@alaska.gov

A person who requested a determination under 7 AAC 07.031 may seek reconsideration of the determination by submitting a written request for reconsideration to the department. A request for reconsideration must be postmarked no later than February 22, 2017 and be made in conformance with 7 AAC 07.033. A decision under 7 AAC 07.033 constitutes the final administrative decision of the department.

DATE: January 23, 2017  
Anchorage, Alaska

/s/Alexandria Hicks  
Certificate of Need Program Coordinator