

STATE OF ALASKA

DEPT. OF HEALTH AND SOCIAL SERVICES
OFFICE OF THE COMMISSIONER

SARAH PALIN, GOVERNOR

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July 28, 2008

Certified, Return Receipt Requested

Lisa Wolf, Director of Planning
Providence Health System in Alaska
P.O. Box 196604,
Anchorage, Alaska 99519-6604

Dear Ms. Wolf:

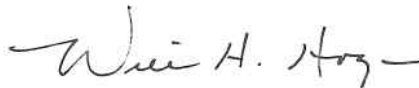
In accordance with the decision on appeal that was made on July 2, 2008, by Judge Fred Torrissi, Third Judicial District, a Certificate of Need is granted to the joint venture partners to build South Anchorage Ambulatory Surgery Center with the following conditions:

South Anchorage Ambulatory Surgery Center, a joint venture between Providence Health System in Alaska and Advanced Pain Centers of Alaska, is authorized to spend a total of \$6,500,000 to build out a four-suite, 20,100 square foot surgical facility in an existing building located at 88th and Toloff in Anchorage. The approved completion date for the project is December 31, 2009.

A condition of approval is that any "shelled in" or other space planned for conversion to additional surgical suites at a later date must go through the Certificate of Need process and be approved by the Department, regardless of the cost, prior to expending any funds for conversion or operation.

If you have any questions please contact the Certificate of Need staff at (907) 465-3001 (David Pierce) or (907) 465-6816 (Karen Lawfer).

Sincerely,



William H. Hogan
Commissioner

cc: David Pierce, Certificate of Need Coordinator
Jeremy Hayes, Assistant Administrator, Alaska Medical Development