

STATE HEALTH PLANNING AND DEVELOPMENT AGENCY

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GOVERNOR OF HAWAII

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ADMINISTRATOR

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May 17, 2010

CERTIFIED MAIL, RETURN RECEIPT REQUESTED

Scott B. Halliday
President
National Medical Development, Inc.
101 Elliott Avenue South
Seattle, WA 98119

Dear Mr. Halliday:

The State Health Planning and Development Agency has evaluated Hawaii PET Imaging, LLC's Certificate of Need application #10-06A for the acquisition of diagnostic radiology services (Dexa and X-ray services) at 1029 Kapahulu Avenue, Suite 500, Honolulu, HI, at a capital cost of \$75,000.

Pursuant to Title 11, Chapter 186 of the Hawaii Administrative Rules (HAR), the Agency has determined that:

- (a) The proposal is eligible for administrative review as it meets the criteria in HAR Section 11-186-99.1(b)(6), i.e.: "any proposal which is determined by the agency not to have a significant impact on the health care system and HAR Section 11-186-99.1(b)(4), i.e.: "Any change of ownership, where the change is from one entity to another substantially related entity."
- (b) The applicant, Hawaii PET Imaging, LLC, has proven by a preponderance of the evidence that its proposal meets the Certificate of Need criteria in HAR 11-186-15.
- (c) There is no compelling public interest which will be served by requiring the application to go through the standard review process.


As required under Section 323D-43(b), Hawai'i Revised Statutes (HRS), the Agency finds that:

1. There is a public need for this proposal.
2. The cost of this proposal will not be unreasonable in light of the benefits it will provide and its impact on health care costs.

Accordingly, the State Health Planning and Development Agency hereby APPROVES and ISSUES a Certificate of Need to Hawaii PET Imaging, LLC for the proposal described in Certificate of Need application #10-06A. The maximum capital expenditure allowed under this approval is \$75,000.

#10-06A, Administrative Review Decision
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Please be advised that pursuant to Section 323D-47, HRS, any person may, for good cause shown, request in writing a public hearing for reconsideration of the Agency's decision within ten working days from the date of this decision. Accordingly, if no person makes such a timely request for reconsideration, this decision shall become final immediately after the deadline for making such a request has expired.


Ronald E. Terry
Administrator