

STATE HEALTH PLANNING AND DEVELOPMENT AGENCY

DAVID Y. IGE
GOVERNOR OF HAWAII

VIRGINIA PRESSLER, M.D.
DIRECTOR OF HEALTH

ROMALA SUE RADCLIFFE, B.A., M.A.
ADMINISTRATOR

1177 Alakea St., #402, Honolulu, HI 96813 Phone: 587-0788 Fax: 587-0783 www.shpda.org

January 9, 2015

CERTIFIED MAIL, RETURN RECEIPT REQUESTED

John A. Hibscher, Ph. D.
CEO
Hawaii Island Recovery, LLC
75-170 Hualalai Rd, Ste. C311
Kailua-Kona, HI 96740

Dear Dr. Hibscher:

The State Health Planning and Development Agency has evaluated Hawaii Island Recovery, LLC's Certificate of Need application #14-15A for the deletion of 12 Special Treatment Facility beds at 73-4697 Hina Lani Street, Kailua-Kona, HI, at no capital cost.

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 one or more of the criteria in Subsection 11-186-99.1(b), HAR.
- (b) The applicant, Hawaii Island Recovery, 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.

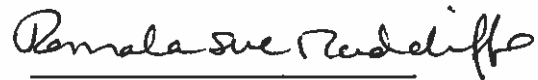
As required under Section 323D-43(b), Hawai'i Revised Statutes (HRS), the Agency finds that:

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 Island Recovery, LLC for the proposal described in Certificate of Need application #14-15A. There is no capital expenditure authorized under this approval.

#14-15A, Administrative Review Decision
January 9, 2015
Page 2

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.



Romala Sue Radcliffe
Romala Sue Radcliffe
Administrator