

STATE HEALTH PLANNING AND DEVELOPMENT AGENCY

DAVID Y. IGE

ELIZABETH A. CHAR, M.D. DIRECTOR OF HEALTH

DARRYL D. SHUTTER

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

April 29, 2022

CERTIFIED MAIL. RETURN RECEIPT REQUESTED

Art Gladstone President Honolulu Imaging Center LLC 55 Merchant Street, 27th Floor Honolulu, HI 96813

Dear Mr. Gladstone:

The State Health Planning and Development Agency has evaluated Honolulu Imaging Center LLC's Certificate of Need application #22-02A for the acquisition of a membership interest in Avanti Imaging LLC and the PET/CT (Positron Emission Tomography/Computed Tomography), CT (Computed Tomography) and X-Ray services at 500 Ala Moana Blvd., Suite 5B, Honolulu, HI, and the acquisition of a membership interest in Invision, LLC, the MRI (Magnetic Resonance Imaging) and X-Ray services at 1010 S. King Street, Honolulu, HI and the MRI services at 500 Ala Moana Blvd., Suite 5C, Honolulu, HI, a capital cost of \$30,500,000.

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

- (a) The proposal is eligible for administrative review as it meets the criterion in HAR 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."
- (b) The applicant, Honolulu Imaging Center LLC, has proven by a preponderance of the evidence that its proposal meets the Certificate of Need criteria in HAR 11-186-15(a).
- (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 concludes and determines 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.

#22-02A, Administrative Review Decision April 29, 2022 Page 2

Accordingly, the State Health Planning and Development Agency hereby APPROVES and ISSUES a Certificate of Need to Honolulu Imaging Center LLC for the proposal described in Certificate of Need application #22-02A. The maximum capital expenditure allowed under this approval is \$30,500,000.

Damy D. Shutter Acting Administrator