

JOSH STEIN • Governor

DEVDUTTA SANGVAI • Secretary

MARK PAYNE • Director, Division of Health Service Regulation

VIA EMAIL ONLY

August 29, 2025

Tina Hinshaw @akumin.com

Exempt from Review - Replacement Equipment

Record #: 4894

Date of Request: August 15, 2025

Business Name: Alliance Healthcare Services, Inc.

Business #: 60

Project Description: Replace mobile MRI scanner

County: Wake

Dear Tina Hinshaw:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that the above referenced project is exempt from certificate of need review in accordance with G.S. 131E-184(f). Therefore, you may proceed to acquire without a certificate of need the Aera 43 mobile MRI scanner to permanently replace the Signa 420 mobile MRI scanner. This determination is based on your representations that the existing unit will be sold or otherwise disposed of and will not be used again in the State without first obtaining a certificate of need if one is required.

It should be noted that the Agency's position is based solely on the facts represented by you and that any change in facts as represented would require further consideration by this office and a separate determination. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Crystal Kearney Project Analyst

Crystal Kearn

Micheala Mitchell

Micheala Mitchell Chief



August 15, 2025

Mr. Mike McKillip, CON Analyst Mr. Greg Yakaboski, CON Analyst Ms. Micheala Mitchell, Chief Health Planning and Certificate of Need Section 2704 Mail Service Center Raleigh, NC 27699-2704

Business Name: Alliance Healthcare Services

Business Number: 60

CON#: Legacy

Sym 43 Serial # 1M9A3A8216H022412 Siemens Symphony

Signa 420 Serial # 2420 Siemens Signa HDxT

Aera 43 Serial # 400-884281 Siemens Aera Magnetom

RE: Alliance Healthcare Services - Written Notice for Exemption from CON Review for the **Permanent Replacement of MRI Scanner Signa 420 (Legacy) by Aera 43**.

Dear Mr. McKillip and Ms. Mitchell:

I am writing regarding the permanent replacement of MRI scanners Sym 43 by Signa 420 and finally Aera 43. As noted in letter dated 7/30/2024, Sym 43 (Legacy CON) was permanently replaced by Signa 420 due to a catastrophic maintenance issue. Following that replacement, Alliance Heatlhcare services was able to replace Signa 420 with a newer Siemens asset, Aera 43, which is now the permanent and final asset serving under this legacy CON. Please accept this notice of exemption to permanently replace Signa 420 (legacy) with Aera 43 which is a mobile MRI scanner owned by Alliance and will be utilized as the permanent replacement MRI for Signa 420. Signa 420 has been removed from use in NC will not be used again in the State without first obtaining a certificate of need if one is required.

This Legacy CON is now fulfilled by Alliance MRI Aera 43 which is a scanner that will be properly reported in the 2025 NC MRI Equipment Inventory. Aera 43 is and will be serving the following host site:

Duke Raleigh Health - Cary 3700 NW Cary Parkway Cary, NC 27513

This letter provides justification and written notice regarding the replacement equipment in accordance with NCGS 131 E-184. Alliance Healthcare Services also provides documentation that the equipment conforms to the Certificate of Need Laws and Administrative rules: GS 131E-184(a) (7) Exemptions from review to provide replacement equipment 10A NCAC 14C.0303 Replacement Equipment Administrative Rules.

Compliance Documentation

Compliance with G.S. 131E-176 (22a) Replacement Equipment Definition is evident because the replacement scanner has a fair market value of \$600,000 which is far less than the \$2,000,000 threshold. The replacement MRI equipment will be used for the same diagnostic purposes as the existing equipment. In addition, Alliance is providing written notice to the Department in accordance with G.S. 131E-184 (a) (7) Exemption from Review to provide replacement equipment.



The existing equipment, Signa 420, will be permanently replaced by Aera 43. Signa 420 has been removed from use in NC. Thank you for your review and consideration of this information. Please call me at 805.325.3078 if you have any questions.

Sincerely,

Tina Hair Hinshaw, MBA

RVP, Mobile Operations Southeast Region 805.325.3078 <u>tina.hinshaw@akumin.com</u>

CC: Rodney Skelding and Lisa Barrera, Managers of Operations Akumin

From: Mckillip, Mike
To: Stancil, Tiffany C

Subject: FW: [External] Legacy CON - Replacement of Asset Signa 420 by Aera 43

Date: Friday, August 15, 2025 1:35:47 PM

Attachments: AR NCCON Aera43 Permanent Replacement of Signa 420 08152025.pdf

Hi Tiffany,

Please assign this replacement equipment exemption letter request to Crystal. Thanks.

Michael McKillip

Team Leader, Certificate of Need
Division of Health Service Regulation, Healthcare Planning and Certificate of Need
NC Department of Health and Human Services

Office: 919-855-3877 (I am in the office on Wednesday and Friday, and can best be reached by email on Monday, Tuesday and Thursday.)

mike.mckillip@dhhs.nc.gov

809 Ruggles Drive, Edgerton 2704 Mail Service Center Raleigh, NC 27699

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From: Tina Hinshaw <tina.hinshaw@akumin.com>

Sent: Friday, August 15, 2025 12:48 PM

To: Mckillip, Mike <mike.mckillip@dhhs.nc.gov>; Yakaboski, Greg <greg.yakaboski@dhhs.nc.gov>; Mitchell, Micheala L <Micheala.Mitchell@dhhs.nc.gov>

Cc: Rodney Skelding < rodney.skelding@akumin.com>; Lisa Barrera < lisa.barrera@akumin.com>; Tina Hinshaw < Tina.Hinshaw@akumin.com>

Subject: [External] Legacy CON - Replacement of Asset Signa 420 by Aera 43

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I hope this email finds you well.

Please see the attached notice regarding an exception for the permanent replacement of an MRI Scanner utilizing a Legacy CON.

Thank you, Tina

Tina Hair Hinshaw RVP Mobile Operations, Southeast 805.325.3078 (cell) Tina.Hinshaw@Akumin.com



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