



North Carolina Department of Health and Human Services  
Division of Health Service Regulation

Pat McCrory  
Governor

Richard O. Brajer  
Secretary DHHS

Mark Payne  
Assistant Secretary for Audit and  
Health Service Regulation

May 4, 2016

Elizabeth Kirkman  
Assistant Vice President  
CHS Management Company  
2709 Water Ridge Parkway, Suite 200  
Charlotte, North Carolina 28217

**Exempt from Review**

**Record #:** 1935  
**Facility Name:** Carolinas Medical Center  
**FID #:** 943070  
**Business Name:** The Charlotte Mecklenburg Hospital Authority  
**Business #:** 1772  
**Project Description:** Develop a new physician office building on campus and renovate a portion of the Levine Cancer Institute  
**County:** Mecklenburg

Dear Ms. Kirkman:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letter of April 26, 2016, the above referenced proposal is exempt from certificate of need review in accordance with G.S 131E-184(a)(9). Therefore, you may proceed to offer, develop or establish the above referenced project without a certificate of need.

However, you need to contact the Agency's Construction and Acute and Home Care Licensure and Certification Sections to determine if they have any requirements for development of the proposed project.

It should be noted that this determination is binding only for the facts represented by you. Consequently, if changes are made in the project or in the facts provided in your correspondence referenced above, a new determination as to whether a certificate of need is required would need to be made by the Agency. Changes in a project include, but are not limited to: (1) increases in



**Healthcare Planning and Certificate of Need Section**

[www.ncdhhs.gov](http://www.ncdhhs.gov)

Telephone: 919-855-3873 • Fax: 919-715-4413

Location: Edgerton Building • 809 Ruggles Drive • Raleigh, NC 27603

Mailing Address: 2704 Mail Service Center • Raleigh, NC 27699-2704

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the capital cost; (2) acquisition of medical equipment not included in the original cost estimate; (3) modifications in the design of the project; (4) change in location; and (5) any increase in the number of square feet to be constructed.

If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,



Gloria C. Hale  
Project Analyst

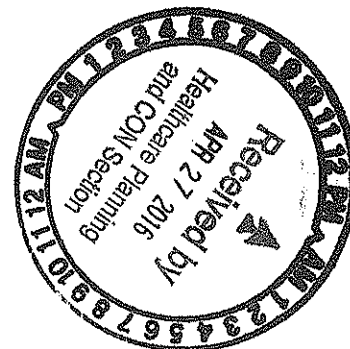


Martha J. Frisone, Assistant Chief  
Certificate of Need

cc: Construction Section, DHSR  
Acute and Home Care Licensure and Certification Section, DHSR  
Kelli Fisk, Program Assistant, Healthcare Planning, DHSR



Carolinus HealthCare System



April 26, 2016

Ms. Martha Frisone, Assistant Section Chief  
Healthcare Planning and Certificate of Need Section  
Division of Health Service Regulation  
N. C. Department of Health & Human Services  
809 Ruggles Dr.  
Raleigh, NC 27603

**RE: Exemption Request for Physician Office Building on the Campus of The Charlotte-Mecklenburg Hospital Authority d/b/a Carolinus Medical Center.**

Dear Ms. Frisone:

The Charlotte-Mecklenburg Hospital Authority d/b/a Carolinus Medical Center is planning to construct and operate a 260,000 square foot physician office building on the campus of Carolinus Medical Center in Charlotte. The project includes the construction of seven floors as an expansion of and adjacent to the existing Levine Cancer Institute building located at 1021 Morehead Medical Drive that was constructed in 2011. In addition and as a part of this project, Carolinus Medical Center intends to renovate 37,000 square feet within the existing Levine Cancer Institute building. There will be no new institutional health services offered or developed in the new building or in the renovated square footage without first obtaining the necessary certificate of need approval.

Based upon the project as described above and pursuant to N.C.G.S. § 131E-184(a)(9), this project is exempt from CON review. This letter serves as notification of our intent to proceed with this project. We would appreciate your written concurrence that this project is exempt from CON review. If you have any questions or require further information regarding this project, please contact me at 704-355-0314.

Sincerely,

Elizabeth V. Kirkman  
Assistant Vice President  
CHS Management Company

cc: W. Spencer Lilly, President-Carolinus Medical Center



North Carolina Department of Health and Human Services  
Division of Health Service Regulation  
Certificate of Need Section  
2704 Mail Service Center • Raleigh, North Carolina 27699-2704

Beverly Eaves Perdue, Governor  
Lanier M. Cansler, Secretary

[www.ncdhhs.gov/dhsr](http://www.ncdhhs.gov/dhsr)

Craig R. Smith, Section Chief  
Phone: 919-855-3873  
Fax: 919-733-8139

April 1, 2011

Greg S. Bass  
CHS Management Company  
P.O. Box 32861  
Charlotte, NC 28232-2861

RE: Exempt from Review/ Carolinas HealthCare System/ Construct and operate a 170,000 square foot, five floor physician office building above Carolinas Medical Center's existing cancer center / Mecklenburg County  
FID # 943070

Dear Mr. Bass:

In response to your letter of February 1, 2011, the above referenced proposal is exempt from certificate of need review in accordance with N.C.G.S 131E-184(a)(9). Therefore, you may proceed to offer, develop or establish the above referenced project without a certificate of need.

It should be noted that this 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 Agency and a separate determination. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Carol L. Hutchison, Project Analyst

Craig R. Smith, Chief  
Certificate of Need Section

cc: F. Del Murphy, Vice President  
CHS Management Company





Received by the  
CON Section

# Carolinus HealthCare System

03 FEB 2011 11:25

*Handwritten signature*

James E.S. Hynes  
Chairman

Michael C. Thruwater, FACHE  
Chief Executive Officer

Joseph G. Piemont  
President & COO

February 1, 2011

Mr. Craig R. Smith, Chief  
Certificate of Need Section  
Division of Health Service Regulation  
701 Barbour Drive  
Raleigh, North Carolina 27626-0530

**RE: Exemption Request for Physician Office Building on the Campus of  
Carolinus Medical Center.**

Dear Mr. Smith:

Carolinus HealthCare System is planning to construct and operate a 170,000 square foot physician office building on the campus of Carolinus Medical Center in Charlotte. The project includes the construction of five floors above the existing cancer center building located at 1021 Morehead Medical Drive that was constructed as part of CON Project ID# F-8045-08. There will be no new institutional health services offered or developed in the new building without first obtaining the necessary certificate of need approval.

Based upon the project as described above and pursuant to N.C.G.S. § 131E-184(a)(9), this project is exempt from CON review. This letter serves as notification of our intent to proceed with this project. We would appreciate your written concurrence that this project is exempt from CON review. If you have any questions or require further information regarding this project, please contact me at 704-355-0314.

Sincerely,

Greg S. Bass, Director  
CHS Management Company