

DEPARTMENT OF HEALTH AND HUMAN SERVICES DIVISION OF HEALTH SERVICE REGULATION

ROY COOPER GOVERNOR

MANDY COHEN, MD, MPH SECRETARY

> MARK PAYNE DIRECTOR

April 11, 2017

Elizabeth Kirkman CHS Strategic Services Group 2709 Water Ridge Parkway, Suite 200 Charlotte, North Carolina 28217

Exempt from Review

Record #:

2223

Facility Name:

Carolinas Medical Center (CMC)

FID#:

943070

Business Name:

The Charlotte-Mecklenburg Hospital Authority

Business #:

Project Description: Replace two manual transfer switches of electrical system

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 March 30, 2017, the above referenced proposal is exempt from certificate of need review in accordance with N.C. Gen. Stat. § 131E-184(a)(4). 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 & 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 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.

HEALTHCARE PLANNING AND CERTIFICATE OF NEED SECTION

WWW.NCDHHS.GOV TELEPHONE 919-855-3873

LOCATION: EDGERTON BUILDING • 809 RUGGLES DRIVE • RALEIGH, NC 27603 MAILING ADDRESS: 2704 MAIL SERVICE CENTER •RALEIGH, NC 27699-2704 AN EQUAL OPPORTUNITY/ AFFIRMATIVE ACTION EMPLOYER

Ms. Elizabeth Kirkman April 11, 2017 Page 2

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

Sincerely,

Gloria C. Hale Project Analyst

Gloria C. Hale

Martha J. Frisone

Assistant Chief, Certificate of Need

cc:

Construction Section, DHSR

Acute and Home Care Licensure and Certification Section, DHSR Paige Bennett, Assistant Chief, Healthcare Planning, DHSR



Carolinas HealthCare System

March 30, 2017

Ms. Martha Frisone,
Assistant Chief, Certificate of Need
Division of Health Service Regulation
North Carolina Department of Health & Human Services
809 Ruggles Drive
Raleigh, North Carolina 27603



RE: Exemption Request for The Charlotte-Mecklenburg Hospital Authority d/b/a Carolinas Medical Center ("CMC") to complete an infrastructure upgrade to its existing electrical system

Dear Ms. Frisone:

This letter serves as notification of CMC's intent to complete an upgrade to its electrical system. Pursuant to N.C.G.S. 131 E-184 (a)(4), this project is exempt from certificate of need review.

CMC intends to replace two twenty-five-year-old manual transfer switches that are at end of life and bring all the secondary chilled water pumps onto emergency power. These switches feed the secondary chilled water system pumps for the entire CMC campus. They will be upgraded to automatic transfer switches to enhance reliability.

The estimated capital cost of this project is \$2,000,000.

Based upon the project as described above and pursuant to N.C.G.S. 131E-184(a)(4), this letter serves as notification of our intent to proceed with these upgrades. We would appreciate your written concurrence that this project is exempt from certificate of need review.

If you have any questions or require further information regarding these upgrades, please contact me at 704-446-8475.

Sincerely, Elyabeth V. Kukuain

Elizabeth V. Kirkman Assistant Vice President, CHS Management Company

cc: W. Spencer Lilly, President, Carolinas Medical Center