

DEPARTMENT OF HEALTH AND HUMAN SERVICES DIVISION OF HEALTH SERVICE REGULATION

ROY COOPER GOVERNOR MANDY COHEN, MD, MPH SECRETARY

> MARK PAYNE DIRECTOR

May 11, 2017

Elizabeth Kirkman 2709 Water Ridge Parkway Suite 200 Charlotte, NC 28217

Exempt from Review

Record #:

2257

Facility Name:

Carolinas HealthCare System NorthEast

FID #:

943049

Business Name:

The Charlotte Mecklenburg Hospital Authority

Business #:

1770

Project Description:

Replace two generators

County:

Cabarrus

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 31, 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 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 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 Elizabeth Kirkman May 11, 2017 Page 2

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

Sincerely,

Gregory F. Yakaboski

Project Analyst

Need

Martha J. Frisone

Assistant Chief Certificate of

cc:

Construction Section, DHSR

Acute and Home Care Licensure and Certification Section, DHSR

Paige Bennett, Assistant Chief, Healthcare Planning, DHSR



Carolinas HealthCare System

March 31, 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 HealthCare System NorthEast ("CHS NE") to replace two generators

Dear Ms. Frisone:

This letter serves as notification of CHS NE's intent to purchase a new generator to replace two existing generators. Pursuant to N.C.G.S. 131 E-184 (a)(4), this project is exempt from certificate of need review.

An existing generator experienced an equipment failure. During the investigation into the equipment failure, an imminent bearing issue was discovered in the generator that experienced the equipment failure as well as another existing generator. Therefore, CHS NE intends to replace the two existing generators with a new three megawatt generator. The estimated capital cost of this project is \$2,600,000.

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 this project. 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 this project, please contact me at 704-446-8475.

Sincerely,

Elizabeth V. Kirkman Assistant Vice President.

CHS Strategic Services Group

cc: Phyllis Wingate, President, Carolinas HealthCare System NorthEast