

DEPARTMENT OF HEALTH AND HUMAN SERVICES DIVISION OF HEALTH SERVICE REGULATION

ROY COOPER GOVERNOR MANDY COHEN, MD, MPH SECRETARY

> MARK PAYNE DIRECTOR

September 27, 2017

Lynn S. DeJaco 155 Memorial Drive Pinehurst, NC 28374

Exempt from Review - Physician Office

Record #:

2401

Business Name:

FirstHealth of the Carolinas, Inc.

Business #:

737

Project Description:

Develop a physician office building and health and fitness center

County:

Lee

Dear Ms. DeJaco:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letter of September 15, 2017, the above referenced proposal is exempt from certificate of need review in accordance with N.C. Gen. Stat. §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 physician office.

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 the Agency and a separate determination. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Bernetta Thorne-Williams

Project Analyst

Martha J. Frisone

Chief, Healthcare Planning and Certificate of Need Section

cc:

Construction Section, DHSR

Acute and Home Care Licensure and Certification Section, DHSR Sharetta Blackwell, Program Assistant, Healthcare Planning, DHSR

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



September 15, 2017

Martha J. Frisone, Chief Healthcare Planning and Certificate of Need Section North Carolina Department of Health and Human Services Division of Health Service Regulation 809 Ruggles Drive Raleigh, North Carolina 27603

Re:

FirstHealth of the Carolinas, Inc.

County:

Lee IV

HSA: Project:

Develop a Physician Office Building and Health and Fitness Center

Dear Ms. Frisone:

On behalf of FirstHealth of the Carolinas, Inc. ("FirstHealth"), and pursuant to N.C. Gen. Stat. § 131E-184(a)(9), I am writing to provide the CON Section with prior written notice of FirstHealth's intention to develop a physician office building and Health and Fitness Center located at 2919 Beechtree Drive, Sanford, NC 27330 (the "Building"). The Building will consist of a 25,000 Health and Fitness Center and a 40,000 square foot, 3-story medical office building in which various physician offices will be located. Similar to other FirstHealth Health and Fitness Centers in Pinehurst, Southern Pines, Raeford, Rockingham and Troy, the proposed Health and Fitness Center in Sanford will offer a variety of exercise programs, nutrition classes and massage therapy. No new institutional health services as defined in N.C. Gen. Stat. § 131E-176(16) will be offered or developed in the Building without prior CON approval.

FirstHealth respectfully requests that the CON Section confirm in writing that FirstHealth's proposal to develop the Building is exempt from CON review pursuant to N.C. Gen. Stat. § 131E-184(a)(9).

Please let me know if you have any questions or need further information. Thank you for your time and attention.

With best personal regards.

Sincerely,

Lynn S. DeJaco

Chief Financial Officer

FirstHealth Of The Carolinas