

# DEPARTMENT OF HEALTH AND HUMAN SERVICES DIVISION OF HEALTH SERVICE REGULATION

ROY COOPER GOVERNOR

MANDY COHEN, MD, MPH SECRETARY

> MARK PAYNE DIRECTOR

January 30, 2018

Denise M. Gunter 380 Knollwood Street, Suite 530 Winston-Salem, NC 27103

### **Exempt from Review**

Record #:

2485

Facility Name:

Park Ridge Health

FID #:

943388

**Business Name:** 

Fletcher Hospital, Inc.

Business #:

Project Description: Renovate the second floor of the hospital

County:

Henderson

Dear Ms. Gunter:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letter of January 25, 2018, the above referenced proposal is exempt from certificate of need review in accordance with N.C. Gen. Stat. §131E-184(g). 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 Denise M. Gunter January 30, 2018 Page 2

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

Sincerely,

Julie M. Faenza 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



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#### NELSON MULLINS RILEY & SCARBOROUGH LLP ATTORNEYS AND COUNSELORS AT LAW

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January 25, 2018

## **Hand Delivered**

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 Rugales Drive Raleigh, North Carolina 27603

Facility Name:

Park Ridge Health

FID#:

943388

**Business Name:** 

Fletcher Hospital, Inc.

Business #:

745

Project Description: Renovation of second floor of hospital

County:

Henderson

Dear Ms. Frisone:

Pursuant to N.C. Gen. Stat. § 131E-184(g)(3), Park Ridge Health ("Park Ridge") is providing prior written notice of its intention to renovate the entire second floor of its hospital located at located at 100 Hospital Drive in Hendersonville, North Carolina. The estimated capital cost of the project is approximately \$4 million. The units that will be affected by this renovation project are the Behavioral Health Unit and the Women's Unit. The renovations will include adding seclusion rooms in Behavioral Health, support space. sally ports (the space between two locked doors that must be traversed to enter the unit) for both units, and replacement of acoustic ceilings with hard ceilings. The project will also include buying new patient beds for the Behavioral Health Unit and other furniture. No "major medical equipment" as defined in N.C. Gen. Stat. § 131E-176(14o) will be acquired as part of this project.

Pursuant to N.C. Gen. Stat. §§ 131E-184(g)(1) and (g)(2), Park Ridge hereby confirms that:



- (1) These renovations will take place on the "main campus" of Park Ridge at 100 Hospital Drive. The location at 100 Hospital Drive is the site of the main building from which Park Ridge, a licensed health service facility, provides clinical patient services and exercises financial and administrative control over the entire facility. See N.C. Gen. Stat. § 131E-176(14n)a. (definition of "main campus").
- (2) The sole purpose of the capital expenditure is to renovate an existing health service facility that is located on the main campus.
- (3) The capital expenditure will not result in (i) a change in bed capacity as defined in N.C. Gen. Stat. § 131E-176(5) or (ii) the addition of a health service facility or any other new institutional health service other than that allowed in N.C. Gen. Stat. § 131E-176(16)b.

N.C. Gen. Stat. § 131E-184(g) provides that the Department shall exempt from CON review any capital expenditure that exceeds the \$2,000,000 threshold set forth in N.C. Gen. Stat. § 131E-176(16)b. if all of the requirements in N.C. Gen. Stat. § 131E-184(g)(1)-(3) are met. We would appreciate the CON Section's written confirmation that the foregoing renovations are exempt from CON review.

Thank you for your time and attention.

Sincerely,

Denise M. Gunter