

**ROY COOPER • Governor** MANDY COHEN, MD, MPH . Secretary MARK PAYNE . Director, Division of Health Service Regulation

June 20, 2019

Charles W. Elliott, Jr. 509 North Bright Leaf Boulevard Smithfield, NC 27577

Exempt from Review - Physician Office

Record #:

2971

Business Name:

Johnston Memorial Hospital Authority

Business #:

1053

Project Description: Develop a physician office building

County:

Johnston

Dear Mr. Elliott:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letter of June 10, 2019, 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 the 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

Chief

cc:

Construction Section, DHSR

Acute and Home Care Licensure and Certification Section, DHSR

NC DEPARTMENT OF HEALTH AND HUMAN SERVICES • DIVISION OF HEALTH SERVICE REGULATION HEALTHCARE PLANNING AND CERTIFICATE OF NEED SECTION

LOCATION: 809 Ruggles Drive, Edgerton Building, Raleigh, NC 27603 MAILING ADDRESS: 809 Ruggles Drive, 2704 Mail Service Center, Raleigh, NC 27699-2704 www.ncdhhs.gov/dhsr • TEL: 919-855-3873



Received by

Healthcare Planning

And CON Section

June 10, 2019

Ms. Martha Frisone, Chief Healthcare Planning and Certificate of Need Section Division of Health Service Regulation 2704 Mail Service Center Raleigh, NC 27699-2704

Re: Exemption Request for Medical Office Building in Clayton, North Carolina (Johnston County)

Dear Ms. Frisone:

This letter provides prior written notice that Johnston Memorial Hospital Authority (JMHA) plans to construct a medical office building (MOB) and associated parking on the existing campus of Johnston Health Clayton on Highway 42 in Clayton, NC 27520 in Johnston County. JMHA anticipates that the MOB will house physician office space and other tenants. The MOB will provide a new location and improved space for physicians and patients in Clayton. No new institutional health services will be offered in the building without first obtaining a certificate of need.

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 (919) 938-7111.

Sincerely,

Charles W. Elliott, Jr.

President and Chief Executive Officer

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