

ROY COOPER • Governor

MANDY COHEN, MD, MPH • Secretary

MARK PAYNE • Director, Division of Health Service Regulation

CORRECTED

June 19, 2019

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

Exempt from Review

Record #:

2969

Facility Name:

Atrium Health Union

FID #:

923515

Business Name:

The Charlotte-Mecklenburg Hospital Authority

Business #:

1770

Project Description:

Replace boiler equipment

County:

Union

Dear Ms. Kirkman:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letter of **June 12, 2019**, 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.

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

Yakaboski

Project Analyst

Gregory E.

Martha J. Frisone

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



June 12, 2019

Ms. Martha Frisone, Chief Healthcare Planning and Certificate of Need Section Division of Health Service Regulation 809 Ruggles Drive Raleigh, NC 27603



RE: Exemption Request for The Charlotte-Mecklenburg Hospital Authority d/b/a Atrium Health Union to replace boiler equipment

Dear Ms. Frisone:

This letter serves as notification of The Charlotte-Mecklenburg Hospital Authority d/b/a Atrium Health Union's (AH Union) intent to replace boiler equipment that is beyond its useful life. Pursuant to N.C.G.S. 131 E-184 (a)(4), this project is exempt from certificate of need review.

AH Union intends to replace two existing 200 HP boilers and one existing 300 HP boiler with three 300 HP dual fuel boilers. As part of this project, AH Union will:

- Replace the existing deaerator tank with a new deaerator tank that has a headered pump arrangement for redundancy and flexibility
- Replace the existing main condensate receiver tank with a new surge tank that has a headered pump arrangement for redundancy and flexibility
- Connect the boilers, feedwater pumps, and transfer pumps to the building's existing emergency power system
- Install a new pressure reducing station to increase the reliability and flexibility of the hospital's steam system

The estimated capital cost of the boiler replacement project is \$5,250,000.

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 these upgrades, please contact me at 704-446-8475.

Ellyabeth V. Kukaran

Elizabeth V. Kirkman Assistant Vice President

Atrium Health Strategic Services Group

cc: Michael Lutes, President, Atrium Health Union