

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

May 6, 2019

Lisa Griffin 2085 Frontis Plaza Drive Winston-Salem, NC 27103

Exempt from Review

Record #:

2927

Facility Name:

Novant Health Rowan Medical Center

FID #:

933436

Business Name:

Rowan Regional Medical Center, Inc.

Business #:

Project Description: Construct a cancer center on its main campus

County:

Rowan

Dear Ms. Griffin:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letter of April 11, 2019, 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.

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

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

Ms. Griffin May 6, 2019 Page 2

Sincerely,

Gregory F Yakaboski 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





Novant Health 2085 Frontis Plaza Drive Winston-Salem, NC 27103

VIA EMAIL

April 11, 2019

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

RE: Notice of Exemption for Novant Health Rowan Medical Center: Rowan Cancer Center; FID# 933436; Rowan County

Dear Ms. Frisone:

Pursuant to N.C.G.S § 131E-184(g), I am writing to provide prior written notice that Novant Health Rowan Medical Center (NHRMC) intends to construct a Cancer Center on its main campus in Salisbury, North Carolina.

The new Rowan Cancer Center building will be a one-story building of approximately 30,000 square feet and will be located at the corner of Mocksville Avenue and Mahaley Avenue directly across the street from NHRMC. A diagram showing the site is attached to this letter. NHRMC presently estimates that the Cancer Center will open in 2020.

The Rowan Cancer Center will house comprehensive cancer outpatient services, including adult infusion, medical oncology, radiation oncology, and cancer support services, as well as physician offices. As part of this project, an existing linear accelerator and a CT scanner will be relocated from NHRMC and replaced within the new Cancer Center prior to its opening. NHRMC will submit the appropriate prior written notice for these replacement equipment exemptions in the future.

NHRMC believes the proposed project satisfy the criteria set forth in N.C.G.S § 131E-184(g) and is therefore exempt as follows:

1) The sole purpose of the proposed project is to expand a portion of an existing health service facility that is located on the main campus. NHRMC is located at 612 Mocksville Avenue, Salisbury, North Carolina 28144 (License # H0040; FID # 933436). As mentioned previously the proposed new Cancer Center will be located directly across the street at the corner of Mocksville Avenue and Mahaley Avenue. Ms. Darise Caldwell serves as the President and Chief Operating Officer of NHRMC. In her role as President, she exercises administrative and financial control of the facility and her office is located on the first floor of NHRMC.

- 2) The capital expenditure will neither result in a change in bed capacity as defined in N.C.G.S § 131E-176(5) nor the addition of a health service or new institutional health service. The sole purpose of the project is to construct a new Cancer Center on the existing main campus of NHRMC.
- 3) NHFMC is providing this letter as prior written notice to the Department.

The proposed capital cost for the proposed Rowan Cancer Center is expected to exceed \$24 million. NHRMC will fund this project from its accumulated reserves. Capital Costs were calculated by Novant Health management in consultation with experts in architecture, engineering, and construction management.

I look forward to receiving written confirmation that this project is exempt from Certificate of Need under N.C.G.S § 131E-184(g). If you have any questions about this project, please contact me at (704) 351 - 1132.

Sincerely,

Lisa Griffin

Manager, Operational Planning

Novant Health, Inc.

Attachment

