

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

September 25, 2019

Robert A. Leandro robbleandro@parkerpoe.com

No Review

Record #:

3040

Facility Name:

Harris Regional Medical Center

FID #:

923046

Business Name:

DLP Harris Regional Hospital, LLC

Business #:

867

Project Description:

Renovate space for the pharmacy on the main campus

County:

Jackson

Dear Mr. Leandro:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) received your correspondence regarding the above referenced proposal. Based on the CON law in effect on the date of this response to your request, the proposal described in that correspondence is not governed by, and therefore, does not currently require a certificate of need. If the CON law is subsequently amended such that the above referenced proposal would require a certificate of need, this determination does not authorize you to proceed to develop the above referenced proposal when the new law becomes effective.

You may 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.

This determination is binding only for the facts represented in your correspondence. If changes are made in the project or in the facts provided in the correspondence referenced above, a new determination as to whether a certificate of need is required would need to be made by this office.

Please do not hesitate to contact this office if you have any questions.

Sincerely,

Ena Lightbourne

Project Analyst

. Husone

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 https://info.ncdhhs.gov/dhsr/ • TEL: 919-855-3873





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Spartanburg, SC

Robert A. Leandro Partner

Telephone: 919.835.4636 Direct Fax: 919.835.4614 robbleandro@parkerpoe.com

September 3, 2019

VIA U.S. AND ELECTRONIC MAIL

Martha Frisone, Chief
Healthcare Planning and Certificate of Need Section
North Carolina Department of Health and Human Services
2704 Mail Service Center
Raleigh, NC 27699-2704
Martha.Frisone@dhhs.nc.gov

Re: Harris Regional Hospital's Request for Certificate of Need No Review

Determination

Dear Ms. Frisone:

This letter is intended to provide notice to the Certificate of Need ("CON") Section that DLP Harris Regional Hospital ("Harris") is planning to renovate part of the existing hospital space on its main campus. See Attachment A, Facility Map. The purpose of the renovation is to construct a new "clean room" for its pharmacy in order to comply with updated USP 797 and 800 Clean Room Regulations. The total cost of this project including design, project management, consultant fees, equipment, and construction will be \$680,000.00, which includes contingencies. See Attachment B. The cost of the equipment will be \$76,550.00. The equipment being purchased is equipment that is not regulated by the CON statute.

Harris requests that the CON Section issue a written determination confirming that its proposed project on its main campus is not subject to CON review under.

I greatly appreciate your attention to this matter. Please feel free call me if you have any questions.

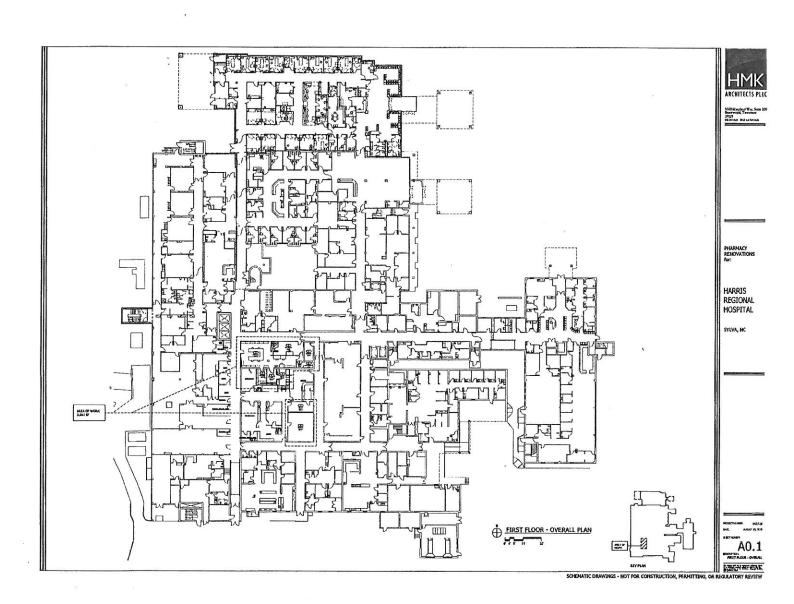
Sincerely,

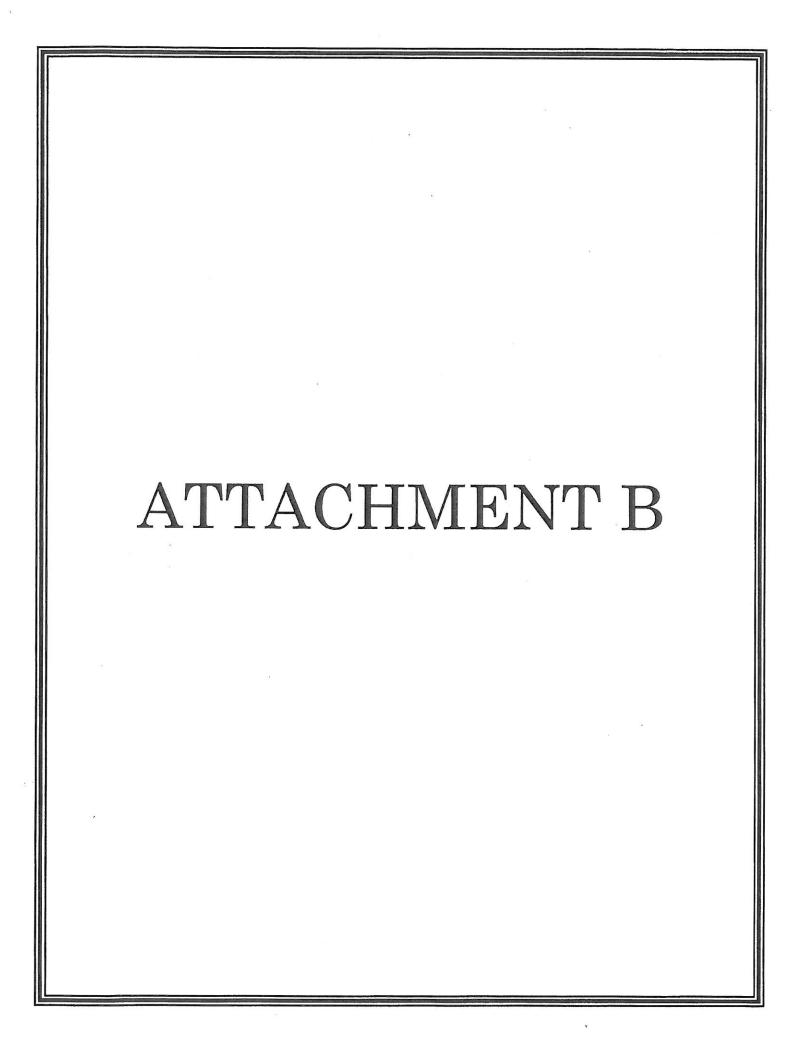
Robert A. Leandro

Enclosures

PAB 5099281v1

ATTACHMENT A







August 9, 2019

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

RE: Harris Regional Hospital – Pharmacy Renovation

CON Application - Statement of Construction Cost

Dear Ms. Frisone:

Our firm has been engaged to assist with the design of the Pharmacy Department renovation for Harris Regional Hospital in Sylva, NC.

Based on the scope of the work and level of construction required by each component of the proposed project, we would estimate the build-out construction cost to be \$447,000.00. The estimated cost is based on ~2,589 square feet within the first floor of the existing hospital.

Project development fees (design, project management, consultants) are estimated to be \$156,450.00. The total estimated project budget is \$680,000.00, which included a contingency.

The construction cost and fee estimates are based on our experience with similar type projects and from input from a construction management firm which specializes in this type of healthcare construction. Should the Certificate of Need be awarded for this facility, the construction documents produced will to the best of our knowledge, information and belief comply with applicable federal, state and local regulatory bodies.

Respectfully Submitted, HMK ARCHITECTS PLLC [NC License No. 51129]

A. Neal Hinson, NCARB, AIA – [NC License No. 13288]

Seal