

NC DEPARTMENT OF HEALTH AND HUMAN SERVICES

VIA EMAIL ONLY

January 25, 2023

William Schiff, Vice President, Strategic Services & Network Development ksandlin@claritysservices.com

No Review	
Record #:	4111
Date of Request:	December 15, 2022
Facility Name:	Duke Children's Creekstone
FID #:	210088
Business Name:	Private Diagnostic Clinic, PLLC
Business #:	1478
Project Description:	Acquire a pulmonary function test machine
County:	Durham

Dear Mr. Schiff:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) received your correspondence regarding the project described above. Based on the CON law **in effect on the date of this response to your request**, the project as described 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.

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.

Michael J. McKillip, Team Leader

Micheala Mitchell

Micheala Mitchell, Chief

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 December 15, 2022

Mr. Michael McKillip Team Leader, Healthcare Planning & Certificate of Need Section Division of Health Service Regulation N.C. Department of Health and Human Services 809 Ruggles Drive Raleigh, NC 27626-0530

RE: Request for No Review Determination Regarding Duke Health Specialty Care Page Road Purchase of Medical Diagnostic Equipment / Durham County / Project I.D. #J-12018-21 / FID #210088

Dear Mr. McKillip:

The purpose of this letter is to inform the North Carolina Department of Health and Human Services, Division of Health Service Regulation, Healthcare Planning and Certificate of Need Section (the "Agency") that Private Diagnostic Clinic, PLLC (PDC) plans to purchase a pulmonary function test (PFT) machine, which will be located in its Duke Health Specialty Care Page Road Diagnostic Center (FID #210088).

PDC requests the Agency to confirm that purchase of the PFT machine for the Duke Health Specialty Care Page Road diagnostic center is non-reviewable because it does not constitute a new institutional health service. Under North Carolina law, the purchase of medical diagnostic equipment for an existing diagnostic center is not subject to CON review unless it qualifies as "major medical equipment" under the statute. To qualify as "major medical equipment," the cost of acquiring each piece of medical diagnostic equipment would need to exceed \$2,000,000. PDC does not intend to purchase any equipment which exceeds this threshold.

The cost of acquiring and making the medical diagnostic equipment operational is \$116,550.

Based on the described project, PDC requests the Agency to confirm that PDC's purchase of the identified medical diagnostic equipment for Duke Health Specialty Care Page Road diagnostic center is not subject to CON review.

Thank you for your attention to this matter. Please contact me at 919.668.1823 or bill.schiff@duke.edu regarding any questions concerning this request.

Sincerely, Bill Schiff

Vice President, Strategic Services & Network Development Private Diagnostic Clinic, PLLC Hi Tiffany,

We can give this one to Cindy, and I will help her with it. Thanks.

Mike

Michael McKillip

Team Leader, Certificate of Need Division of Health Service Regulation, Healthcare Planning and Certificate of Need <u>NC Department of Health and Human Services</u>

Office: 919-855-3877 (I am in the office on Wednesday and Friday, and can best be reached by email on Monday, Tuesday and Thursday.) mike.mckillip@dhhs.nc.gov

809 Ruggles Drive, Edgerton 2704 Mail Service Center Raleigh, NC 27699

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From: Karin Sandlin <ksandlin@claritysservices.com>
Sent: Friday, December 16, 2022 2:59 PM
To: Mckillip, Mike <mike.mckillip@dhhs.nc.gov>
Cc: Khayla Daniel <krd22@duke.edu>; Waller, Martha K <martha.waller@dhhs.nc.gov>
Subject: [External] PDC Request for No Review Determination

CAUTION: External email. Do not click links or open attachments unless you verify. Send all suspicious email as an attachment to <u>Report Spam.</u>

Hi Mike,

Attached please find a request for no review determination submitted by Private Diagnostic Clinic regarding the acquisition of medical diagnostic equipment at the Duke Health Specialty Care Page Road diagnostic center.

Thank you,

Karin

Karin Sandlin

President, Clarity Strategic Services 4208 Six Forks Road, Suite 1000, Raleigh, 27609 Mobile: 919-271-8200 ksandlin@claritysservices.com www.claritystrategicservices.com

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