

# North Carolina Department of Health and Human Services Division of Health Service Regulation Certificate of Need Section

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Drexdal Pratt, Director

Beverly Eaves Perdue, Governor Albert A. Delia, Acting Secretary Craig R. Smith, Section Chief Phone: (919) 855-3873 Fax: (919) 733-8139

### **RESPONSE REQUIRED**

December 21, 2012

William Hyland 2321 West Morehead Street Charlotte, NC 28208

#### **Conditional Approval**

Project I.D. #: L-10035-12

Facility: Forest Hills Dialysis Center

Project Description: Relocate facility and add ten dialysis stations

County: Wilson FID #: 020166

Dear Mr. Hyland:

The Certificate of Need (CON) Section, Division of Health Service Regulation, Department of Health and Human Services has conditionally approved the above referenced certificate of need application. This decision was made after a review of the applications submitted for this cycle and after consideration of the Certificate of Need Law, G.S. 131E-175 et. seq. and regulations promulgated thereunder, the State Medical Facilities Plan, and other applicable information. Attached to this letter are the required findings made with respect to your application. The applicant shall not proceed with the construction, offering or development of this project until the certificate of need is issued. Further, the Department shall not issue the certificate of need until all applicable conditions of approval that can be satisfied before issuance of the certificate of need have been met pursuant to G.S. 131E-187(a). The conditions are as follows:

- 1. DVA Healthcare Renal Care, Inc. dba Forest Hills Dialysis Center shall materially comply with all representations made in the certificate of need application and supplemental responses. In those instances where representations conflict, DVA Healthcare Renal Care, Inc. dba Forest Hills Dialysis Center shall materially comply with the last-made representation.
- 2. DVA Healthcare Renal Care, Inc. dba Forest Hills Dialysis Center shall develop





and operate no more than ten additional dialysis stations for a total of 31 certified stations which shall include any isolation stations.

- 3. DVA Healthcare Renal Care, Inc. dba Forest Hills Dialysis Center shall install plumbing and electrical wiring through the walls for, develop space for and operate no more a total of 31certified stations which shall include any isolation stations.
- 4. DVA Healthcare Renal Care, Inc. dba Forest Hills Dialysis Center shall not offer or develop home hemodialysis or peritoneal dialysis training services as part of this project.
- 5. DVA Healthcare Renal Care, Inc. dba Forest Hills Dialysis Center shall decertify the former Forest Hills location upon completion of this project.
- 6. DVA Healthcare Renal Care, Inc. dba Forest Hills Dialysis Center shall acknowledge acceptance of and agree to comply with all conditions stated herein to the Certificate of Need Section in writing prior to issuance of the certificate of need.

Response to the above conditions should be submitted to the CON Section no later than 35 days from the date of the decision. Failure to respond within this time period may result in the CON Section making a determination not to issue a certificate of need for the project referenced above.

The conditional approval is valid only for a capital expenditure of \$1,691,510. If a cost overrun occurs that exceeds the approved capital expenditure amount, a new certificate of need may be required as determined by G.S. 131E-176(16)(e).

The applicant should be aware that according to the Certificate of Need Law any affected person shall have thirty (30) days after the date of decision to file a petition for a contested case on this approval. Further, if you are aggrieved by the conditions of the decision you may file a petition for a contested case hearing in accordance with G.S. 150B, Article 3, as amended. This petition must be filed with the Office of Administrative Hearings, 6714 Mail Service Center, Raleigh, North Carolina 27699-6714 within thirty (30) days of the date of this decision. [Note: Effective October 1, 2009, OAH requires a filing fee with submittal of petitions for contested cases. Please direct all questions regarding this fee to OAH Clerk's Office (919-431-3000).]

G.S. 150B-23 provides that a party filing a petition must also serve a copy of the petition on all parties to the petition. Therefore, if you file a petition for a contested case hearing, you must serve a copy of the petition on the Department of Health and Human Services by mailing a copy of your petition to:

Emery Milliken
Department of Health and Human Services,
Office of Legal Affairs,
Adams Building – Room 154

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It is requested that a copy of the petition also be served on the Certificate of Need Section.

The certificate of need will not be issued before the completion of this 30 day period ending January 22, 2013. If a contested case request is received within the thirty (30) day period, the certificate will not be issued until the appeal is resolved (10A NCAC 14C .0208).

The timetable for completion of the project is the timetable outlined in the certificate of need application, unless an adjustment has been made by the CON Section because the review period was extended. The timetable for this project is as follows:

25% completion of construction	November 1, 2013
50% completion of construction	January 1, 2014
Completion of construction	May 1, 2014
Operation of Equipment	June 1, 2014
Occupancy/Offering of Services	July 1, 2014
Certification of Stations	July 1, 2014

If the decision is appealed, the timetable set forth in this letter will be adjusted accordingly before the Certificate of Need is issued. Please contact us if any clarification of this decision is required.

Please refer to the Project I.D. # and Facility I.D. # (FID) in all correspondence.

Sincerely,

Jane Rhoe-Jones, Project Analyst

Craig R. Smith, Chief Certificate of Need Section

JRJ:CRS:llp

Attachment

cc: Medical Facilities Planning Section, DHSR
Acute & Home Care Licensure & Certification Section, DHSR
Construction Section, DHSR

## **CERTIFICATE OF SERVICE**

I hereby certify that I have served the foregoing notice of **conditional approval** on the following person by placing a copy in an official depository of the United States Postal Service in a postage-paid, first class envelope addressed as follows:

William Hyland 2321 West Morehead Street Charlotte, NC 28208

Project I.D. #L-10035-12

FID #020166

This the 21st day of December, 2012

Jane Rhoe-Jones, Project Analyst