

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

Pat McCrory Governor Richard O. Brajer Secretary DHHS

Mark Payne, Director Health Service Regulation

## **RESPONSE REQUIRED**

November 29, 2016

Jim Swann 3390 Dunn Road Eastover, NC 28312

### **Conditional Approval**

Project ID #:	M-11219-16
Facility:	Fayetteville Kidney Center
Project Description:	Relocate 5 dialysis stations from FMC West Fayetteville to Fayetteville
	Kidney Center for a total of 50 stations at Fayetteville Kidney Center
	upon completion of this project, Project ID# M-10191-13 (add 3 stations),
	Project ID# M-10304-14 (relocate Fayetteville Kidney Center to be known
	as BMA Fayetteville), and Project ID# M-10340-14 (add 3 stations)
County:	Cumberland
FID #:	944475

Dear Mr. Swann:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) 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 there under, 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 Agency shall not issue the certificate of need until all applicable conditions of approval have been met pursuant to G.S. 131E-187(a). The conditions are as follows:

- 1. Bio-Medical Applications of Fayetteville, Inc. d/b/a Fayetteville Kidney Center shall materially comply with all representations made in the certificate of need application.
- 2. Bio-Medical Applications of Fayetteville, Inc. shall relocate no more than five dialysis stations from FMC West Fayetteville to Fayetteville Kidney Center for a total of no more **Healthcare Planning and Certificate of Need Section**



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than 50 certified stations which shall include any home hemodialysis training or isolation stations, following completion of this project and all of the following projects: Project ID# M-10191-13 (add three stations), Project ID# M-10304-14 (relocate Fayetteville Kidney Center to be known as BMA Fayetteville) and Project ID# M-10340-14 (add three stations).

- 3. Bio-Medical Applications of Fayetteville, Inc. d/b/a Fayetteville Kidney Center shall install plumbing and electrical wiring through the walls for no more than five additional dialysis stations, for a total of no more than 50 dialysis stations, which shall include any isolation or home hemodialysis stations.
- 4. Bio-Medical Applications of Fayetteville, Inc. shall take the necessary steps to decertify five dialysis stations at FMC West Fayetteville for a total of no more than 35 dialysis stations at FMC West Fayetteville upon project completion.
- 5. Bio-Medical Applications of Fayetteville, Inc. d/b/a Fayetteville Kidney Center shall acknowledge acceptance of and agree to comply with all conditions stated herein to the Healthcare Planning and Certificate of Need Section in writing prior to issuance of the certificate of need.

# Response to the above conditions should be submitted to the Agency no later than 35 days from the date of the decision. Failure to respond within this time period may result in the Agency 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 \$18,750. 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:

Lisa G. Corbett Department of Health and Human Services, Office of Legal Affairs, Jim Swann November 29, 2016 Page 3

### Adams Building – Room 154 2001 Mail Service Center Raleigh, North Carolina, 27699-2001

It is requested that a copy of the petition also be served on the Agency.

The certificate of need will not be issued before the completion of this 30 day period ending **December 29, 2016.** 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 Agency because the review period was extended. The timetable for this project is as follows:

25% Completion of Construction		
(25% of the Dollar Value of the Contract in Place)	March 29, 2017	
Completion of Construction/Renovation	May 31, 2017	
Occupancy/Offering of Service	June 30, 2017	
Certification of Stations	June 30, 2017	

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 this office if any clarification of this decision is required.

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

Sincerely,

Jane Rhoe-Jones Project Analyst Lisa Pittman Team Leader, Certificate of Need

Attachment

cc: Construction Section, DHSR Acute & Home Care Licensure & Certification Section, DHSR Paige Bennett, Assistant Chief, Healthcare Planning, 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:

Jim Swann 3390 Dunn Road Eastover NC, 28312 Project ID #: M-11219-16 FID #: 944475

This the 29<sup>th</sup> day of November, 2016.

Jane Rhoe-Jones Project Analyst, Certificate of Need