

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 23, 2016

Virginia Jones 2015 Valleygate Drive Fayetteville, NC 28304

Conditional Approval

Project ID #: G-11203-16

Facility: Valleygate Dental Surgery Center of the Triad

Project Description: Develop a dental and oral surgery ASC with two ORs and two procedure

rooms in Guilford County (Region 4) pursuant to the demonstration

project in the 2016 SMFP

County: Guilford FID #: 160293

Dear Ms. Jones:

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. Valleygate Dental Surgery Center of The West, LLC shall materially comply with all representations made in its certificate of need application.
- 2. Valleygate Dental Surgery Center of The West, LLC shall develop a Dental Single Specialty Ambulatory Surgical Facility Demonstration Project with no more than two operating rooms and one procedure room.



Healthcare Planning and Certificate of Need Section





Virginia Jones November 23, 2016 Page 2

- 3. Valleygate Dental Surgery Center of The West, LLC shall not acquire, as part of this project, any equipment that is not included in the project's proposed capital expenditures in Section VIII of the application and that would otherwise require a certificate of need.
- 4. Valleygate Dental Surgery Center of The West, LLC shall comply with all applicable criteria in Table 6D in the 2016 State Medical Facilities Plan.
- 5. Valleygate Dental Surgery Center of The West, LLC 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 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 \$3,171,526. 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,
 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 28, 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).

Virginia Jones November 23, 2016 Page 3

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:

Approval of Final Drawings and Specifications by the

Construction Section, DHSR	February 28, 2017
50% Completion of Construction	July 12, 2017
Completion of Construction	October 25, 2017
Occupancy/Offering of Service(s)	December 1, 2017
Operation of Equipment	October 25, 2017
Licensure of Facility	December 1, 2017
Accreditation of Facility (AAAHC Accreditation)	February 1, 2018

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,

Bernetta Thorne-Williams Lisa Pittman Martha J. Frisone

Project Analyst Team Leader Assistant Chief, 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:

Virginia Jones 2015 Valleygate Drive Fayetteville, NC 28304 Project ID #: G-11203-16 FID #: 160293

I hereby certify that I have served the notice of **disapproval** 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:

Dr. Uday Reebye
5318 NC Highway 55, Suite 106
Durham, NC 27713
Project ID #: B-11196-16
FID #: 160288

This the 23rd day of November, 2016.

Bernetta Thorne-Williams Project Analyst, Certificate of Need