



NC DEPARTMENT OF HEALTH AND HUMAN SERVICES

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

VIA EMAIL ONLY

October 27, 2020

Bill Schiff
Bill.schiff@dm.duke.edu

No Review
Record #: 3394
Project ID: J-008613-10
Facility Name: Private Diagnostic Clinic, PLLC
FID #: 101140
Business Name: Private Diagnostic Clinic, PLLC
Business #: 1478
Project Description: Relocate existing diagnostic center
County: Durham

Dear Mr. Schiff:

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 Radiation Protection Section 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,
Kim Meymandi

Kim Meymandi
Project Analyst

Martha J. Frisone

Martha J. Frisone
Chief

cc: Radiation Protection 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

AN EQUAL OPPORTUNITY / AFFIRMATIVE ACTION EMPLOYER



October 15, 2020

Ms. Martha Frisone
Chief, 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 Medicine Specialty Care Page Road Relocation of its Diagnostic Center Within Service Area / Durham County / Project I.D. #J-8613-10 / FID #101140

Dear Ms. Frisone:

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, between May and June 2021, Private Diagnostic Clinic, PLLC (PDC) plans to relocate its Duke Medicine Specialty Care Page Road diagnostic center to 5601 Arrington Park Drive, Morrisville, North Carolina. The new location is in Durham County, less than two miles from the current site at 4709 Creekstone Drive, Durham NC 27703. The planned relocation involves the entire health service facility. No acquisition of major medical equipment is associated with the relocation.

PDC requests the Agency to confirm that relocation of the Duke Medicine Specialty Care Page Road diagnostic center is non-reviewable because it does not constitute a new institutional health service. Under North Carolina law, a CON is required before offering or developing a "new institutional health service." New institutional health services include a variety of services and activities, including diagnostic centers. However, relocating an existing diagnostic center is reviewable only if 1) the cost to relocate the diagnostic center exceeds \$2 million¹ or 2) the diagnostic center is relocated from one service area to another.²

The intended relocation of Duke Medicine Specialty Care Page Road does not trigger either of the CON review thresholds. Specifically:

¹ N.C. Gen. Stat. §131E-176 (16)(b)

² N.C. Gen. Stat. §131E-176 (16)(q)

1. The service area defined in CON Project I.D. #J-8613-10 is the area contained within a 10-mile radius from the facility's location at 4709 Creekstone Drive, Durham, NC 27703. The new location at 5601 Arrington Park Drive, Morrisville, NC is less than two miles from the current site. Therefore, the relocation will remain within the service area.
2. The cost to relocate Duke Medicine Specialty Care Page Road is less than \$2 million. Please see the following table. See also Attachment A for a letter certifying the costs to upfit spaces in the new location for the facility's diagnostic services.


Capital Cost Table

Item	Cost
Renovation/Upfit	\$421,605
Moving Costs	\$8,900
Total	\$430,505

Based on the project described above, PDC requests the Agency to confirm that the relocation of Duke Medicine Specialty Care Page Road diagnostic center does not constitute a "new institutional health service" and therefore does not require a Certificate of Need.

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

*Attachment:
Certification of Upfit Costs for Diagnostic Spaces*

**Attachment A: Certification of Upfit Costs
for Diagnostic Spaces**

eypae.com

EYP Architecture & Engineering
200 Park at North Hills Street
Suite 180
Raleigh, NC 27609
T 919 833 8818

EYP/

October 2, 2020

Ms. Martha Frisone
Chief, 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: No Review Request Regarding Duke Medicine Specialty Care Page Road Relocation of its Diagnostic Center
Within Service Area / Durham County / Project I.D. #J-8613-10 /
FID #101140

Dear Ms. Frisone:

It is my understanding that Private Diagnostic Clinic, PLLC will be submitting to the Certificate of Need Section information pertaining to an upfit in a Medical Office Building (MOB) in Durham County, North Carolina.

The MOB upfit space will be designed as a Business Occupancy solely for outpatient use. The space will hold the Duke Medicine Specialty Care Page Road diagnostic center with support spaces.

The upfit involves 3,123 SF of space for the clinic's medical diagnostic equipment. The anticipated project costs, including A/E fees, construction, and reimbursable is approximately \$421,605

Site work and equipment is not included in this estimate.

If I can be of further assistance on this matter, please feel free to contact me directly.

Sincerely,

William H Chase

Digitally signed by William H
Chase
DN: CN=US
E=wchase2500@hotmail.com,
CN=William H Chase
Date: 2020.10.15
11:06:21-04:00

William Chase
Job Captain, Associate



From: [Michaela McMorris](#)
To: [Waller, Martha K](#)
Cc: [Frisone, Martha](#); [Sara Holleran](#); [Karin Sandlin](#)
Subject: [External] No Review Determination - Duke Medicine Specialty Care Page Road (FID# 101140)
Date: Thursday, October 22, 2020 2:31:38 PM
Attachments: [PDC Request for No Review Determination - Relocate Existing Diagnostic Center Oct 2020.pdf](#)
[PDC Request for No Review Determination - New Diagnostic Equipment Oct 2020.pdf](#)

CAUTION: External email. Do not click links or open attachments unless you verify. Send all suspicious email as an attachment to report.spam@nc.gov

Hello,

Attached are two requests for no review determination related to Duke Medicine Specialty Care Page Road (FID# 101140).

Please contact me if you have any questions.

Best,

Michaela McMorris, MHA

Planning Analyst
Private Diagnostic Clinic, PLLC
Duke Health
919-668-6607
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