

ROY COOPER • Governor

KODY H. KINSLEY • Secretary

MARK PAYNE • Director, Division of Health Service Regulation

### VIA EMAIL ONLY

September 13, 2022

Anna Post Mickleberry apost@wakehealth.edu

**Exempt from Review - Replacement Equipment** 

**Record #:** 4015

Date of Request: August 2, 2022

Facility Name: North Carolina Baptist Hospital

FID #: 943495

Business Name: North Carolina Baptist Hospital

Business #: 1819

Project Description: Replace LINAC on main campus

County: Forsyth

Dear Ms. Mickleberry:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that the above referenced project is exempt from certificate of need review in accordance with G.S. 131E-184(f). Therefore, you may proceed to acquire without a certificate of need the Elekta Versa-HD LINAC to replace the Varian 23 SCX #H272315 LINAC. This determination is based on your representations that the existing unit will be sold or otherwise disposed of and will not be used again in the State without first obtaining a certificate of need if one is required.

It should be noted that the Agency's position is based solely on the facts represented by you and that any change in facts as represented would require further consideration by this office and a separate determination. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Gregory F. Yakaboski

Micheala Mitchell

Project Analyst

Micheala Mitchell

Chief

cc: Acute and Home Care Licensure and Certification Section, DHSR

Radiation Protection Section, DHSR

Construction 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

July 21, 2022

Ms. Micheala Mitchell, Chief Mr. Greg Yakaboski, Project Analyst Healthcare Planning and Certificate of Need Section Division of Health Service Regulation 809 Ruggles Drive Raleigh, NC 27603

# Re: Request for Confirmation of Exemption for North Carolina Baptist Hospital (FID # 943495; Lic # H0011), Replacement Linear Accelerator

Dear Ms. Mitchell and Mr. Yakaboski,

Pursuant to NC G.S. § 131E-184 (f), Exemptions Review, I am writing to request confirmation that the project described below for North Carolina Baptist Hospital ("NCBH") is exempt from review.

NCBH plans to replace the existing Varian 21EX linear accelerator ("LINAC") with a new Elekta Versa-HD. The total capital cost of the project is \$2,300,000. NCBH's project meets the requirements set forth in N.C. Gen. Stat. 131E-184(f) for "replacement equipment" that exceeds two million (\$2,000,000) threshold in the following ways:

### (1) Main Campus

The "main campus" of the facility is defined in NC G.S. 131E-176(14n) as "The site of the main building from which a licensed health service facility provides clinical patient services and exercises financial and administrative control over the entire facility, including the buildings and grounds adjacent to that main building." The purpose of this project is to replace an existing LINAC currently in service in the Radiation Oncology department, which is located in the main building of NCBH, a licensed health service facility, located at 1 Medical Center Boulevard, Winston-Salem, NC 27157 from which NCBH provides clinical patient services and exercises financial and administrative control over the entire facility.

### (2) Replacement Equipment

The equipment qualifies as replacement equipment pursuant to the existing statutory and regulatory definitions. The existing LINAC has reached the end of its useful life. Both the existing equipment and the replacement equipment provide radiation oncology procedures that are functionally similar. The existing equipment will be removed from service upon its replacement.

NCBH respectfully requests that the facts stated above, as well as the information included in the Attachments, serve as prior written notification to the Department that the replacement of the LINAC at NCBH meets all of the exemption criteria in N.C.G.S. 131E-184(f).

Please let me know if you have any questions or if additional information is needed.

Sincerely,

# anna Post Mickleberry

Anna Mickleberry AVP, Strategy, Regulatory Planning, and Business Development Telephone Number 336-608-7460 Email address apost@wakehealth.edu

# **EQUIPMENT COMPARISON**

	EXISTING EQUIPMENT	REPLACEMENT EQUIPMENT
Type (e.g., Cardiac Catheterization, Gamma Knife®, Heart-lung bypass machine, Linear Accelerator, Lithotriptor, MRI, PET, Simulator, CT Scanner, Other Major Medical Equipment)	Х	X
Manufacturer	Varian	Elekta
Model number	21EX	Versa-HD
Other method of identifying the equipment (e.g., Room #, Serial Number, VIN #)	# H272315	TBD
Is the equipment mobile or fixed?	Fixed	Fixed
Date of acquisition	2003	8/1/2022
Was the existing equipment new or used when acquired? / Is the replacement equipment new or used?	New	New
Total projected capital cost of the project <attach a="" capital="" cost="" form="" projected="" signed=""></attach>	NA	NA
Total cost of the equipment	\$850,000	\$ 2,300,000
Location of the equipment <attach a="" equipment="" for="" if="" mobile="" necessary="" separate="" sheet=""></attach>	WFBMC	WFBMC
Document that the existing equipment is currently in use	Yes	NA
Will the replacement equipment result in any increase in the average charge per procedure?	NA	Yes
If so, provide the increase as a percent of the current average charge per procedure	NA	15%
Will the replacement equipment result in any increase in the average operating expense per procedure?	NA	No
If so, provide the increase as a percent of the current average operating expense per procedure	NA	NA
Type of procedures performed on the existing equipment <attach a="" if="" necessary="" separate="" sheet=""></attach>	Radiation Therapy	NA
Type of procedures the replacement equipment will perform <attach a="" if="" necessary="" separate="" sheet=""></attach>	NA	Radiation Therapy

Date of last revision: 5/17/19

 From:
 Nicole Moore

 To:
 Yakaboski, Greg

 Cc:
 Anna Post Mickleberry

Subject: [External] RE: RE: NCBH Request Confirmation on LINAC CON Exemption

**Date:** Wednesday, August 31, 2022 4:13:42 PM

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### Hi Greg,

In follow up to your inquiry below, I wanted to confirm that NCBH has 4 LINACs located on the main campus of which 3 are grandfathered and 1 is associated with Project ID #G-8038-08. The requested LINAC replacement in our letter is to replace one of the grandfathered LINACs (Varian linear accelerator, Model Number 23 SCX). The existing equipment will be removed from service upon its replacement and will not be used again within the state without first receiving approval.

Please advise if further details are needed. Thank you in advance for your review!

Warm Regards,

Nicole

### Nicole Moore, MBA

Strategy & Planning Manger

Growth, Strategy, and Business Development

Medical Center Boulevard | Winston-Salem | NC | 27157

Office: 336-716-6968 | Cell: 469-831-6587

From: Yakaboski, Greg <greg.yakaboski@dhhs.nc.gov>

**Sent:** Wednesday, August 31, 2022 7:06 AM **To:** Nicole Moore <nsmoore@wakehealth.edu>

Subject: RE: [External] RE: RE: NCBH Request Confirmation on LINAC CON Exemption

# WARNING: This email originated from outside of Atrium Health

(<u>greg.yakaboski@dhhs.nc.gov</u>). **DO NOT** click links or open attachments unless you know and trust the sender. **NEVER** provide your password to anyone, and use the Squish the Phish button to report any suspicious email.

Morning Nicole,

Thank you... the document opened "no problem" this time.

Question- Your team is seeking to replace a LINAC pursuant to the exemption listed in Section 131E-184(f) ... there are 3 criteria:

- #1) Equipment being replaced is located on the main campus.
- #2) A CON was previously issued for the LINAC being replaced.
- #3) Prior written notice is provided.

Need your help re: Condition #2: Do you know if a CON was previously issued for the LINAC that your team is seeking to replace? How many LINAC's are located at North Carolina Baptist Hospital? I did find that we issued a CON for a replacement LINAC back in 2008 (Project ID #G-8038-08).... If there is only one LINAC at the hospital that we are all set.

Thanks.

Greg

Sincerely,

Gregory F. Yakaboski Gregory F. Yakaboski

**Project Analyst** 

<u>Division of Health Service Regulation [ncdhhs.gov]</u>, Certificate of Need

NC Department of Health and Human Services [ncdhhs.gov]

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Office: 919-855-3873

Greq.Yakaboski@dhhs.nc.gov

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From: Nicole Moore < nsmoore@wakehealth.edu>

Sent: Friday, August 26, 2022 9:33 AM

To: Yakaboski, Greg <greg.yakaboski@dhhs.nc.gov>

Subject: [External] RE: RE: NCBH Request Confirmation on LINAC CON Exemption

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Hi Greg,

Please find the attached letter. Please advise if this cannot be opened.

Warm Regards,

Nicole

### Nicole Moore, MBA

Strategy & Planning Manger

Growth, Strategy, and Business Development

Medical Center Boulevard | Winston-Salem | NC | 27157

Office: 336-716-6968 | Cell: 469-831-6587

From: Yakaboski, Greg <greg.yakaboski@dhhs.nc.gov>

Sent: Thursday, August 25, 2022 3:16 PM

**To:** Nicole Moore < nsmoore@wakehealth.edu>

Subject: RE: [External] RE: NCBH Request Confirmation on LINAC CON Exemption

**WARNING:** This email originated from outside of Atrium Health (<a href="mailto:greg.yakaboski@dhhs.nc.gov">greg.yakaboski@dhhs.nc.gov</a>). **DO NOT** click links or open attachments unless you know and trust the sender. **NEVER** provide your password to anyone, and use the Squish the Phish button to report any suspicious email.

Could you resend your request..... for some reason the letter is not opening for me.

Thanks,

Greg

Sincerely,

Gregory F. Yakaboski

### Gregory F. Yakaboski

**Project Analyst** 

Division of Health Service Regulation [ncdhhs.gov], Certificate of Need

NC Department of Health and Human Services [ncdhhs.gov]

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**From:** Nicole Moore < <u>nsmoore@wakehealth.edu</u>>

Sent: Tuesday, August 23, 2022 7:59 AM

**To:** Yakaboski, Greg <greg.yakaboski@dhhs.nc.gov> **Cc:** Anna Post Mickleberry <apost@wakehealth.edu>

**Subject:** [External] RE: NCBH Request Confirmation on LINAC CON Exemption

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Hi Greg,

I hope this email finds you well. I wanted to follow up on the email below regarding NCBH's request for a LINAC replacement. I look forward to your reply.

Warm regards,

Nicole

### Nicole Moore, MBA

Strategy & Planning Manger

Growth, Strategy, and Business Development

Medical Center Boulevard | Winston-Salem | NC | 27157

Office: 336-716-6968 | Cell: 469-831-6587

From: Nicole Moore

Sent: Tuesday, August 2, 2022 11:45 AM

To: greg.vakaboski@dhhs.nc.gov

Cc: Anna Post Mickleberry <apost@wakehealth.edu>

**Subject:** NCBH Request Confirmation on LINAC CON Exemption

Hi Greg,

Please find the attached letter for NCBH requesting confirmation of exemption for LINAC replacement. Please let us know if you need anything else. Thank you!

Warm regards,

Nicole

### Nicole Moore, MBA

Strategy & Planning Manger

Growth, Strategy, and Business Development

Medical Center Boulevard | Winston-Salem | NC | 27157

Office: 336-716-6968 | Cell: 469-831-6587

## **Atrium Health**

Wake Forest Baptist Health is now Atrium Health Wake Forest Baptist

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# **EQUIPMENT COMPARISON**

	EXISTING EQUIPMENT	REPLACEMENT EQUIPMENT
Type (e.g., Cardiac Catheterization, Gamma Knife®, Heart-lung bypass machine, Linear Accelerator, Lithotriptor, MRI, PET, Simulator, CT Scanner, Other Major Medical Equipment)	Х	Х
Manufacturer	Varian	Elekta
Model number	23 SCX	Versa-HD
Other method of identifying the equipment (e.g., Room #, Serial Number, VIN #)	# H272315	TBD
Is the equipment mobile or fixed?	Fixed	Fixed
Date of acquisition	2003	8/1/2022
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