

ROY COOPER • Governor

KODY H. KINSLEY • Secretary

MARK PAYNE • Director, Division of Health Service Regulation

## VIA EMAIL ONLY

May 23, 2023

Sandy T. Godwin

stgodwin@capefearvalley.com

No Review

**Record #:** 4198

Date of Request: May 5, 2023

Facility Name: Cape Fear Valley Hoke Hospital

FID #: 100392

Business Name: Hoke Healthcare, LLC

Business #: 940

Project Description: Acquire a CT scanner

County: Cumberland

Dear Ms. Godwin:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) received your correspondence regarding the project described above. Based on the CON law in effect on the date of this response to your request, the project as described 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.

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,

Tanya M. Saporito
Project Analyst

Micheala Mitchell

Micheala Mitchell Chief

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

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



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HOMECARE & HOSPICE, LLC

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HEALTHPLEX

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SLEEP CENTER

May 4, 2023

Ms. Tanya Saporito

Project Analyst, Healthcare Planning and Certificate of Need Section

Division of Health Service Regulation

2704 Mail Center Service Raleigh, NC 27699-2704

RE: Acquisition of a CT Scanner at Cape Fear Valley Hoke Hospital/License No. H0288/Hoke County

Dear Ms. Saporito:

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 Hoke Healthcare LLC, d/b/a Cape Fear Valley Hoke Hospital ("CFVHH") plans to purchase medical diagnostic equipment, i.e., CT scanner, which will be located in existing space within CFVHH's hospital located at 210 Medical Pavilion Drive, Raeford, NC 28376.

CFVHH requests the Agency to confirm that purchase of the following medical diagnostic equipment for CFVHH is non-reviewable because it does not constitute a new institutional health service. Under North Carolina law, the purchase of medical diagnostic equipment for an existing health service facility is not subject to CON review unless it qualifies as "major medical equipment" under the statute. To qualify as "major medical equipment," the cost of acquiring each piece of medical diagnostic equipment would need to exceed \$2,108,000.¹ CFVHH does not intend to purchase any equipment which exceeds this threshold.

The following table summarizes the cost to acquire the proposed medical diagnostic equipment.

Description	Cost
CT Scanner	\$525,000
Renovation	\$238,639
Total	\$763,639

<sup>&</sup>lt;sup>1</sup> Pursuant to G.S. §131E-176 (7a); (14o); and (16)b., the Department of Health and Human Services, Division of Health Service Regulation is required to adjust the certificate of need (CON) cost threshold amounts for the development of diagnostic centers and new institutional health services and for the acquisition of major medical equipment using the Medical Care Index (MCI) component of the Consumer Price Index published by the U.S. Department of Labor on September 30 for the 12-month period preceding September 1. The percentage change in the MCI from August 31, 2021 to August 31, 2022 is 5.4%. Accordingly, the new CON cost threshold amount for major medical equipment is \$2,108,000.



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**CUMBERLAND COUNTY EMS** 

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HEALTHPLEX

CRITICAL CARE TRANSPORT

SLEEP CENTER

Based on the project described herein, CFVHH requests the Agency to confirm that its purchase of the identified CT scanner is not subject to CON review.

Please contact me at 910.615.6852 or stgodwin@capefearvalley.com regarding any questions concerning this request.

Sincerely, Sundy J. Hodwi)

Sandy T. Godwin

Vice President, Planning

Cape Fear Valley Health System

From: <u>Tanya, Saporito</u>
To: <u>Stancil, Tiffany C</u>

**Subject:** FW: [External] Cape Fear Valley Hoke Hospital CT No Review Request

**Date:** Friday, May 5, 2023 9:12:21 AM

Attachments: Hoke Hospital CT Exemption May 4 2023.pdf

Good morning Tiffany!

I wish for you a blessed and wonderful day!

**Tanya M. Saporito, J.D.** *I work from home and in the office. Email is the best way to contact me.* 

**Project Analyst** 

Division of Health Service Regulation, Certificate of Need

NC Department of Health and Human Services

Office: 919-855-3873

Tanya.saporito@dhhs.nc.gov

809 Ruggles Drive, Edgerton Building 2704 Mail Service Center Raleigh, NC 27699-2704

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From: Sandy Godwin <stgodwin@capefearvalley.com>

Sent: Thursday, May 4, 2023 3:31 PM

To: Tanya, Saporito <tanya.saporito@dhhs.nc.gov>

**Subject:** [External] Cape Fear Valley Hoke Hospital CT No Review Request

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Good afternoon,

Attached is a request from Cape Fear Valley Hoke Hospital for a CT no review. Please let me know if you have any questions.

Wishing you a wonderful day.

## Sandy

Sandy T Godwin
Vice President of Planning

Cape Fear Valley Health System 910-615-6852 office <a href="mailto:stgodwin@capefearvalley.com">stgodwin@capefearvalley.com</a>

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