



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

August 28, 2018

James Roskelly
jim.roskelly@conehealth.com

Exempt from Review

Record #: 2688
Facility Name: Alamance Regional Medical Center
FID #: 954565
Business Name: Alamance Regional Medical Center, Inc.
Business #: 49
Project Description: Upgrade the emergency electrical system
County: Alamance

Dear Mr. Roskelly:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letter dated August 2, 2018 and received by email on August 22, 2018, the above referenced proposal is exempt from certificate of need review in accordance with N.C. Gen. Stat. §131E-184(a)(4). Therefore, you may proceed to offer, develop or establish the above referenced project without a certificate of need.

However, you need to contact the Agency's Construction and Acute and Home Care Licensure and Certification Sections to determine if they have any requirements for development of the proposed project.

It should be noted that this determination is binding only for the facts represented by you. Consequently, if changes are made in the project or in the facts provided in your correspondence referenced above, a new determination as to whether a certificate of need is required would need to be made by the Agency. Changes in a project include, but are not limited to: (1) increases in the capital cost; (2) acquisition of medical equipment not included in the original cost estimate; (3) modifications in the design of the project; (4) change in location; and (5) any increase in the number of square feet to be constructed.

If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Celia C. Inman
Celia C. Inman
Project Analyst

Martha J. Frisone
Martha J. Frisone
Chief, Healthcare Planning and
Certificate of Need Section

cc: Construction Section, DHSR
Acute and Home Care Licensure and Certification Section, DHSR
Melinda Boyette, Administrative Assistant, Healthcare Planning, DHSR



August 2, 2018

Ms. Martha J. Frisone, Chief
Ms. Celia C. Inman, Project Analyst
Healthcare Planning and Certificate of Need Section
Division of Health Service Regulation, NC DHHS
2704 Mail Service Center
Raleigh, NC 27699-2704

Re: Exemption Request for Electrical Upgrades at Alamance Regional Medical Center
(Lic# H0272, FID: 954565)

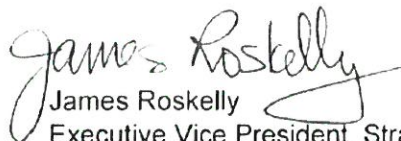
Dear Ms. Frisone and Ms. Inman,

This letter serves as prior written notice of Cone Health's intent to upgrade the emergency electrical system at Alamance Regional Medical Center. Cone Health believes this project, as a basic plant or mechanical improvement, is exempt from CON review pursuant to N.C.G.S. § 131E-184(a)(4).

Alamance Regional Medical Center intends to upgrade and replace the existing emergency electrical system. The current equipment, including the generators and switch gears, is over 20 years old and has reached the end of its useful life. Moreover, not all of the existing equipment is compatible with other pieces of equipment, which does not allow for redundancy in the system. Alamance Regional Medical Center will install temporary generators for the duration of the project to ensure that the hospital maintains its emergency electrical system for the entirety of the project. The estimated capital cost for these electrical upgrades is \$2,700,000.

I look forward to receiving confirmation of the exempt nature of this project. If you have any questions, please feel free to reach out to me.

Sincerely,



James Roskelly
Executive Vice President, Strategic Development
Cone Health