



NC DEPARTMENT OF
**HEALTH AND
HUMAN SERVICES**
Division of Health Service Regulation

ROY COOPER • Governor
MANDY COHEN, MD, MPH • Secretary
MARK PAYNE • Director

June 15, 2018

Elizabeth V. Kirkman
2709 Water Ridge Parkway, Suite 200
Charlotte, NC 28217

Exempt from Review – Physician Office

Record #: 2612
Business Name: The Charlotte-Mecklenburg Hospital Authority
Business #: 1770
Project Description: Develop a physician office building
County: Mecklenburg

Dear Ms. Kirkman:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letter of June 4, 2018, the above referenced proposal is exempt from certificate of need review in accordance with N.C. Gen. Stat. §131E-184(a)(9). 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 the Acute and Home Care Licensure and Certification Sections to determine if they have any requirements for development of the proposed physician office.

It should be noted that this 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 the Agency and a separate determination. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Julie M. Faenza
Project Analyst

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

cc: Construction Section, DHSR
Acute and Home Care Licensure and Certification Section, DHSR
Amy Craddock, Assistant Chief, Healthcare Planning, 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: 2704 Mail Service Center, Raleigh, NC 27699-2704
www.ncdhhs.gov/dhsr • TEL: 919-855-3873

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Atrium Health



June 4, 2018

Ms. Martha Frisone, Chief
Healthcare Planning and Certificate of Need Section
Division of Health Service Regulation
N. C. Department of Health & Human Services
809 Ruggles Dr.
Raleigh, NC 27603

**RE: Exemption Request for Physician Office Building in Charlotte, North Carolina
(Mecklenburg County)**

Dear Ms. Frisone:

The Charlotte-Mecklenburg Hospital Authority d/b/a Atrium Health (formerly Carolinas HealthCare System) is planning to upfit and operate a 192,000 square foot physician office building located at the intersection of Kenilworth Avenue and Harding Place, just north of Morehead Street, Charlotte, NC. A third party developer is constructing the building and the associated parking (81,000 square feet of underground parking). There will be no new institutional health services offered or developed in the new building without first obtaining the necessary certificate of need approval. The estimated cost of the upfit of the medical office building is \$48,000,000.

Based upon the project as described above and pursuant to N.C.G.S. § 131E-184(a)(9) this project is exempt from CON review. This letter serves as notification of our intent to proceed with this project. We would appreciate your written concurrence that this project is exempt from CON review. If you have any questions or require further information regarding this project, please contact me at 704-446-8475.

Sincerely,

Elizabeth V. Kirkman
Assistant Vice President
Atrium Health Strategic Services Group