



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

November 23, 2021

Leslie McGee

lkennedy@mcleodhealth.org

Exempt from Review – Physician Office or Medical Office Building

Record #: 3746

Date of Request: November 8, 2021

Business Name: McLeod Health

Business #: 3490

Project Description: Develop a medical office building in Brunswick County

County: Brunswick

Dear Ms. McGee:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that the project described above is exempt from certificate of need review in accordance with G.S. 131E-184(a)(9). Therefore, you may proceed to offer, develop or establish the project described above without a certificate of need.

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,

Tanya M. Saporito

Project Analyst

Micheala Mitchell

Chief

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

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McLeod Health

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November 8, 2021

Ms. Micheala Mitchell, Chief
Healthcare Planning and Certificate of Need Section
Division of Health Service Regulation
2704 Mail Service Center
Raleigh, NC 27699-2704

RE: Request for Exemption from Review to Develop a Medical Office Building Pursuant to N.C. Gen. Stat. § 131E-184(a)(9)

Dear Ms. Mitchell:

McLeod Loris Seacoast Hospital is planning to construct a 72,450 square foot medical office building (MOB) located at the intersection of NC 17 and Ocean Isle Beach Road in Sunset Beach, North Carolina. There will be no new institutional health services offered or developed in the new building without first obtaining the necessary Certificate of Need (CON) approval. The estimated cost of developing the MOB is approximately \$19,500,000.

Based upon the project as described above, and pursuant to N.C. GEN. STAT. § 131E-184(a)(9), the project is exempt from CON review. This letter serves as notification of our intent to proceed with this project. We are requesting that you confirm in writing that this project is exempt from CON review.

If any further information is necessary, please feel free to contact me.

Sincerely,



Leslie McGee
Senior Vice President, Continuum of Care
McLeod Health

From: [Tanya, Saporito](#)
To: [Waller, Martha K](#)
Cc: [Pittman, Lisa](#); [Mitchell, Micheala L](#)
Subject: FW: [External] MOB Exemption Letter
Date: Monday, November 8, 2021 4:11:25 PM
Attachments: [MOB Exemption Letter.pdf](#)

Mr. Rogers,

I have forwarded your request for exemption to Martha Waller, our Administrative Specialist, for processing. Future requests for exemptions or No Review determinations should be addressed to Ms. Waller, as she must log the request and process it.

Have a wonderful day!

Tanya Saporito, J.D.
Project Analyst
[Division of Health Service Regulation](#), Certificate of Need
[NC Department of Health and Human Services](#)



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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: Jon Rodgers <jonrodgers@ascendient.com>
Sent: Monday, November 8, 2021 3:48 PM
To: Tanya, Saporito <tanya.saporito@dhhs.nc.gov>
Cc: Mitchell, Micheala L <Micheala.Mitchell@dhhs.nc.gov>; Pittman, Lisa <lisa.pittman@dhhs.nc.gov>
Subject: [External] MOB Exemption Letter

CAUTION: External email. Do not click links or open attachments unless you verify. Send all suspicious email as an attachment to [Report Spam](#).

Tanya,

Please find attached for a medical office building exemption letter on behalf of McLeod Health.
Please let me know if you have any questions.

Thank you.

Jon Rodgers | SENIOR CONSULTANT

jonrodgers@ascendient.com | 919.226.1716 | [LinkedIn](#) | www.ascendient.com



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