

RESPONSE REQUIRED

February 27, 2012

Jim Swann, Director
Market Development and Certificate of Need
3725 National Drive, Suite 130
Raleigh, NC 27612

RE: Conditional Approval / Project I.D. #L-8753-11/ Bio-Medical Applications of North Carolina, Inc, d/b/a FMC East Northampton/ Add three dialysis stations to an existing facility for a facility total of 19 stations / Northampton County

FID #: 090253

Dear Mr. Swann:

The Certificate of Need (CON) Section, Division of Health Service Regulation, Department of Health and Human Services has conditionally approved the above referenced certificate of need application. This decision was made after a review of the applications submitted for this cycle and after consideration of the Certificate of Need Law, G.S. 131E-175 et. seq. and regulations promulgated thereunder, the State Medical Facilities Plan, and other applicable information. Written notice of all findings and conclusions upon which the decision was based will be provided to the applicants within five business days after the date of the decision in accordance with G.S. 131E-186. The applicant shall not proceed with the construction, offering or development of this project until the certificate of need is issued. Further, the Department shall not issue the certificate of need until all applicable conditions of approval that can be satisfied before issuance of the certificate of need have been met pursuant to G.S. 131E-187(a). The conditions are as follows:

1. Bio-Medical Applications of North Carolina, Inc. d/b/a FMC East Northampton shall materially comply with all representations made in its certificate of need application as amended by the conditions of approval.
2. Upon completion of this project, Bio-Medical Applications North Carolina, Inc. d/b/a FMC East Northampton shall add 3 dialysis stations and be certified for no more than 19 dialysis stations, which shall include any home hemodialysis and isolation stations.
3. Bio-Medical Applications of North Carolina, Inc. d/b/a FMC East Northampton shall install plumbing and electrical wiring through the walls for no more than three additional dialysis stations for a total of 19 operating stations, which shall include any home hemodialysis and isolation stations.

4. Bio-Medical Applications of North Carolina, Inc. d/b/a FMC East Northampton shall acknowledge acceptance of and agree to comply with all conditions stated herein to the Certificate of Need Section in writing prior to issuance of the certificate of need.

Response to the above conditions should be submitted to the CON Section no later than 35 days from the date of the decision. Failure to respond within this time period may result in the CON Section making a determination not to issue a certificate of need for the project referenced above.

The conditional approval is valid only for a capital expenditure of \$59,640. If a cost overrun occurs that exceeds the approved capital expenditure amount, a new certificate of need may be required as determined by G.S. 131E-176(16)(e).

The applicant should be aware that according to the Certificate of Need Law any affected person shall have thirty (30) days after the date of decision to file a petition for a contested case on this approval. Further, if you are aggrieved by the conditions of the decision you may file a petition for a contested case hearing in accordance with G.S. 150B, Article 3, as amended. This petition must be filed with the Office of Administrative Hearings, P.O. Drawer 27447, Raleigh, North Carolina 27611-7447 within thirty (30) days of the date of this decision. [Note: Effective October 1, 2009, OAH requires a filing fee with submittal of petitions for contested cases. Please direct all questions regarding this fee to OAH Clerk's Office (919-431-3000).]

G.S. 150B-23 provides that a party filing a petition must also serve a copy of the petition on all parties to the petition. Therefore, if you file a petition for a contested case hearing, you must serve a copy of the petition on the Department of Health and Human Services by mailing a copy of your petition to:

Emery Milliken
Department of Health and Human Services,
Office of Legal Affairs,
Adams Building – Room 154
2001 MSC
Raleigh, North Carolina, 27699-2001

It is requested that a copy of the petition also be served on the Certificate of Need Section.

The certificate of need will not be issued before the completion of this 30 day period ending March 28, 2012. If a contested case request is received within the thirty (30) day period, the certificate will not be issued until the appeal is resolved (10A NCAC 14C .0208).

The timetable for completion of the project is the timetable outlined in the certificate of need application, unless an adjustment has been made by the CON Section because the review period was extended. The timetable for this project is as follows:

Contract Award	_____	June 3, 2012
50% completion of construction	_____	September 16, 2012
75% completion of construction	_____	October 31, 2012
Occupancy/Offering of Service	_____	December 31, 2012

If the decision is appealed, the timetable set forth in this letter will be adjusted accordingly before the certificate of need is issued. Please contact us if any clarification of this decision is required.

Jim Swann
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Please refer to the Project I.D.# and Facility I.D.# (FID) in all correspondence.

Sincerely,

Gregory F. Yakaboski, Project Analyst

Martha J. Frisone, Assistant Chief
Certificate of Need Section

GFY:MJF:mw

Attachment

cc: Medical Facilities Planning Section, DHSR
Acute & Home Care Licensure & Certification Section, DHSR

CERTIFICATE OF SERVICE

I hereby certify that I have served the foregoing notice of **conditional approval** on the following person by placing a copy in an official depository of the United States Postal Service in a postage-paid, first class envelope addressed as follows:

Jim Swann, Director
Market Development and Certificate of Need
3725 National Drive, Suite 130
Raleigh, NC 27612

Project I.D. # L-8753-11
FID #090253

I hereby certify that I have served the foregoing notice of **disapproval** on the following person by placing a copy in an official depository of the United States Postal Service in a postage-paid, first class envelope addressed as follows:

William Hyland, Director of Healthcare Planning
DaVita Inc.
2321 West Morehead Street, Suite 102
Charlotte, NC 28208

Project I.D. # L-8750-11
FID # 110802

This the 27th day of February, 2012.

Gregory F. Yakaboski

Project Analyst