



North Carolina Department of Health and Human Services
Division of Health Service Regulation

Pat McCrory
Governor

Aldona Z. Wos, M.D.
Ambassador (Ret.)
Secretary DHHS

Drexdal Pratt
Division Director

May 9, 2013

Denise M. Gunter
380 Knollwood Street
Suite 530
Winston-Salem, NC 27103

No Review

Facility or Business: FirstHealth Moore Regional Hospital
Project Description: Convert ten treatment rooms in the FirstAdmit area to 9 ED rooms and one supply room
County: Moore
FID #: 943358

Dear Ms. Gunter:

The Certificate of Need Section (CON Section) received your letter(s) of & (date or dates) regarding the above referenced proposal. Based on the CON law **in effect on the date of this response to your request**, the proposal described in your correspondence is not governed by, and therefore, does not currently require a certificate of need. However, please note that 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.

Moreover, you need to contact the Construction and the Acute and Home Care Licensure and Certification Sections of the Division of Health Service Regulation 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 Certificate of Need Section. 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



Certificate of Need Section

www.ncdhhs.gov

Telephone: 919-855-3873 • Fax: 919-733-8139

Location: Edgerton Building • 809 Ruggles Drive • Raleigh, NC 27603

Mailing Address: 2704 Mail Service Center • Raleigh, NC 27699-2704

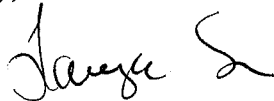
An Equal Opportunity/ Affirmative Action Employer



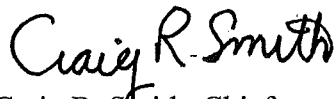
original cost estimate; (3) modifications in the design of the project; (4) change in location; and (5) any increase in the number of square feet to be constructed.

Please contact the CON Section if you have any questions. Also, in all future correspondence you should reference the Facility I.D. # (FID) if the facility is licensed.

Sincerely,



Tanya S. Rupp, Project Analyst



Craig R. Smith, Chief
Certificate of Need Section

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

Nelson Mullins

Nelson Mullins Riley & Scarborough LLP
Attorneys and Counselors at Law
380 Knollwood Street / Suite 530 / Winston-Salem, NC 27103
Tel: 336.774.3300 Fax: 336.774.3372
www.nelsonmullins.com

Received by
the CON Section
FEB 18 2013

Denise M. Gunter
Tel: 336.774.3322
Fax: 336.774.3372
denise.gunter@nelsonmullins.com

February 18, 2013

Hand Delivered

Craig R. Smith, Chief
Certificate of Need Section
North Carolina Department of Health and Human Services
Division of Health Service Regulation
809 Ruggles Drive
Raleigh, North Carolina 27603

Re: Project I.D. No. H-7282-05
FID # 943358
FirstHealth Moore Regional Hospital
Moore County
Health Service Area V

Dear Craig:

FirstHealth Moore Regional Hospital (Moore Regional) received a CON in 2005 that allowed it to renovate its Emergency Department (ED) and increase the number of treatment rooms from 34 to 40 rooms. *See Exhibit A.* Since that time, Moore Regional's ED volume has increased dramatically, as reflected in the chart below:

License Renewal Application Year	Number of ED Visits
2005	54,413
2013	65,530

Thus, over time, Moore Regional's ED visits have grown by 11,117 visits, which is approximately a 20% increase. Volume in the ED has increased 4.2% over the past year.

Moore Regional projects that in Calendar Year 2013, its ED visits will be 70,000.

With offices in the District of Columbia, Florida, Georgia, Massachusetts, North Carolina, South Carolina, Tennessee and West Virginia

Craig E. Smith
February 18, 2013
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As you know, rapid ED treatment is vitally important. The ED's goals are to provide timely, quality care for all presenting people to the department just as FirstHealth's mission is *To Care for People*. Moore Regional estimates that by adding ED treatment rooms, it can significantly improve ED wait times. ED wait times are a leading cause of patients leaving without treatment (LWOT). It is FirstHealth's goal to have LWOT levels below 0.9% of Moore Regional's ED volume. Unfortunately, due to rising ED volumes and capacity constraints in the ED, FirstHealth is seeing its LWOT levels rise. Adding additional ED treatment capacity, as outlined in this letter, will improve wait times and thus reduce LWOT levels.

Moore Regional has determined that 40 treatment rooms are insufficient to meet the growing needs of the community, and that nine additional treatment rooms and one supply room are needed.

To implement nine additional treatment rooms and one supply room, Moore Regional would utilize ten rooms in its FirstAdmit area. The FirstAdmit area is an observation area where Moore Regional holds patients awaiting admission until a bed is free. The FirstAdmit area is actually within the ED. These FirstAdmit rooms are presently stocked and have telemetry monitoring capability like the other ED treatment rooms. No construction is needed to make nine FirstAdmit rooms into ED treatment bays. The only construction that would be needed is to convert one of the FirstAdmit rooms into a supply room. The capital cost for the supply room construction is \$11,332.44. See Exhibit B for quotes. See also Exhibit C for a line drawing.

This proposal does not implicate any of the definitions of "new institutional health service" in N.C. Gen. Stat. § 131E-176(16). This proposal does not increase FirstHealth's licensed bed capacity. Accordingly, FirstHealth respectfully requests that the CON Section determine that this proposal is in material compliance with the CON issued for Project I.D. No. H-7282-05 and otherwise does not require a CON.

The change of the current rooms from holding areas to emergency treatment rooms will allow more flexibility to see more volume in a timely manner, decrease people leaving without being seen and promote patient flow.


Please let me know if you have any questions. Due to rapidly-growing ED volumes FirstHealth respectfully requests that the CON Section respond to this request as soon as possible.

2013 CPA 65,530

Craig E. Smith
February 18, 2013
Page 3

With best personal regards.

Sincerely,

Denise M. Gunter
Denise M. Gunter 

Enclosures

STATE OF NORTH CAROLINA

Department of Health and Human Services

Division of Facility Services

CERTIFICATE OF NEED

for

Project Identification Number H-7282-05

FID#943358

ISSUED TO: FirstHealth of the Carolinas, Inc.
d/b/a FirstHealth Moore Regional Hospital
155 Memorial Drive
Pinehurst, NC 28374

Pursuant to N.C. Gen. Stat. § 131E-175 et. seq., the North Carolina Department of Health and Human Services hereby authorizes the person or persons named above (the "certificate holder") to develop the certificate of need project identified above. The certificate holder shall develop the project in a manner consistent with the representations in the project application and with the conditions contained herein and shall make good faith efforts to meet the timetable contained herein. The certificate holder shall not exceed the maximum capital expenditure amount specified herein during the development of this project, except as provided by N.C. Gen. Stat. § 131E-176(16)e. The certificate holder shall not transfer or assign this certificate to any other person except as provided in N.C. Gen. Stat. § 131E-189(c). This certificate is valid only for the scope, physical location, and person(s) described herein. The Department may withdraw this certificate pursuant to N.C. Gen. Stat. § 131E-189 for any of the reasons provided in that law.

SCOPE: FirstHealth Moore Regional Hospital shall renovate in the Emergency Department increasing the number of treatment rooms from 34 to 40 rooms/Moore County

CONDITIONS: See Reverse Side

PHYSICAL LOCATION: FirstHealth Moore Regional Hospital
155 Memorial Drive
Pinehurst, NC 28374

MAXIMUM CAPITAL EXPENDITURE: \$4,843,086

TIMETABLE: See Reverse Side

FIRST PROGRESS REPORT DUE: February 28, 2006

This certificate is effective as of the 24th day of October 2005.

Frederic B. Hoffman

Chief, Certificate of Need Section
Division of Facility Services

EXHIBIT

A

CONDITIONS

1. FirstHealth of the Carolinas, Inc. d/b/a/ FirstHealth Moore Regional Hospital shall materially comply with all representations made in the application.
2. FirstHealth of the Carolinas, Inc. d/b/a/ FirstHealth Moore Regional Hospital shall not increase patient charges, other than as specified in the application, as a result of this project.
3. FirstHealth of the Carolinas, Inc. d/b/a/ FirstHealth Moore Regional Hospital shall not acquire, as part of this project, any equipment that is not included in the project's proposed capital expenditure in Section VIII of the application and which would otherwise require a certificate of need.
4. FirstHealth of the Carolinas, Inc. d/b/a/ FirstHealth Moore Regional Hospital shall acknowledge acceptance and compliance with all conditions stated herein to the Certificate of Need Section in writing prior to the issuance of the certificate of need.

A letter acknowledging acceptance of and agreeing to comply with all conditions stated in the conditional approval letter was received by the Certificate of Need Section on October 21, 2005.

TIMETABLE

Completion of final drawings and specifications	January 15, 2006
Contract Award	April 1, 2006
25% completion of construction	August 15, 2006
50% completion of construction	January 1, 2007
75% completion of construction	May 15, 2007
Completion of construction	September 15, 2007
Occupancy/offering of service	October 1, 2007



Seven Oaks Doors & Hardware, Inc.

329 S. Main Street
P.O. Box 280
Oakboro, NC 28129
(704) 485-2014 (800) 535-7972
Fax: (704) 485-2525
www.sevenoakshardware.com

QUOTE

Quote Number RP010406

Quote Date 12/14/2012

QUOTE FOR First Health Moore Reg Hosp.
Facilities, Attn: Rufus Mahaffey

Email:

P.O. Number	Terms	Net Due In 30 Days
Phone: 910-715-1096	Sales Consultant	Robert Parrish
Fax:		
Job Name: ED storage room	Quote Expires	

ITEM	ORDERED	DESCRIPTION	TAX
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		Mark: ED Storage room door	
1.00	Ea	4-0 x 7-0 x 1 3/4 5 Ply PL SL Red Oak door, 45 min rated, flush, prefinish honey, prep 3 ea. 4 1/2" hvy wt hinges x cyl lever lock	*
1.00	Ea	PB5405LN x 1210 626 Yale storeroom lever lock FSIC less core	*
1.00	Ea	7500 x SNB AL Norton closer	*
1.00	Ea	45 11/16" x 36" x .050 32D UL armor plate reuse hinges	*

Installation 625.00

Freight Charges 24.00

Subtotal 1,677.40

Sales Tax 71.04

Quote Total 1,748.44

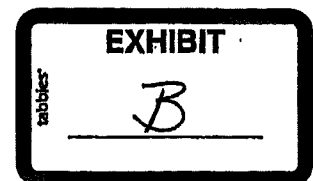
If this box is checked materials listed on this quotation must be CUSTOM MADE to fit your locations.
Thus a DEPOSIT of %(\$) is required with your Purchase Order. Balance is due upon delivery of materials.

INSTALLATION: NONE BY SEVEN OAKS DOORS & HARDWARE BY OTHERS

No action will be taken on this material until a purchase order is received by our office.

All orders subject to conditions and delays beyond our control. Note: Upon delivery of the goods to the carrier, risk of loss or damage thereto shall thereafter be borne by the customer/purchaser. This shall apply whether this quote is freight prepaid or collect. We will be glad to assist you in tracing shipments and in determining damage and with any necessary information for filing claims.

All Painting By Others.





Plumbing and Heating Co., Inc.

P.O. BOX 206 PINEHURST, NORTH CAROLINA 28370 PHONE: (910) 949-3232 FAX: (910) 949-2721

TAX ID: 56-0712838

www.fields-plumbing-heating.com

License No. 670

December 21, 2012

Moore Regional Hospital

PO Box 3000

Pinehurst, NC 28374

Attn: Corky Trout

Re: First Admit room #9 storage HVAC/Med Gas

Corky,

Following is the price to install a 12" round fire damper, hard pipe (2) 8" run-outs and out and cap the med gas lines supplying the outlets in this room.

Total cost: \$3,278.00 (Three Thousand Two Hundred Seventy Eight Dollars)

We have included all labor and material. We have included medical gas verification. We have included night work. We have not included any infection control.

Thanks,

Jason Bryan

Fields Plumbing and Heating Co., Inc



C.L. DOWNEY CONSTRUCTION, INC.

UL Qualified Firestop Contractor
P.O. Box 13312, Durham, NC 27709
Office (919) 544-0437 Fax (919) 361-3653

January 9, 2013

MOORE REGIONAL HOSPITAL
Attn: Rufus Mahaffey
155 Memorial Drive
Post Office Box 3000
Pinehurst, NC 28374

Dear Mr. Mahaffey:

I am pleased to provide you with the following quote for the First Health ED Storage Room Project in Pinehurst, NC.

Price to Firestop the areas as seen on a walk thru on 12-21-12

Total Labor & Materials: \$ 6,306

The quoted price is based on the following terms and conditions:

- Price quoted is based on being able to complete the work in three days with a four man crew during regular working hours. Priced is based on our labor rates not to exceed the quoted amount.
- All ductwork must be rigid metal duct.
- If any engineering judgments are required for site conditions that can not utilize UL Tested systems and require an engineering stamp, any fees involved for the stamp are not included in this quote.
- Annular spaces must fall between UL System maximums and minimums per UL drawings.
- Price quoted is based on current insurance coverage.
- Price quoted does not include any allowance for bonding.
- Price quoted includes C.L. Downey employees cleaning up during and after their scope of work.
- Price does not include any on-site training or drug testing.
- All necessary parking permits and or passes provided by Customer.
- Trash disposal provided by the owner at the site.
- Regular working hours are Monday – Thursday, 6:30 a.m. – 5:00 p.m.
- Prices are good for sixty (60) days from the date above.
- Payment is due net 30 days from date of invoice no retainage withheld.
- **This contract must be signed and returned and the terms and conditions must be included in the customer's contract documents.**
- C.L. Downey Construction, Inc. must receive a contract or a letter of commitment prior to providing submittals or ordering materials and scheduling for this project.
- C.L. Downey Construction, Inc. requires a minimum of a two-week lead-time to schedule work.

Exclusions:

Wall rating signage is not included in the price quoted.
Providing Firestop penetrations with equal F & T Ratings.
Providing or installing metal angle on ductwork
Expansion Joints & Control Joints - other than head of wall joints.
Ductwork with fire dampers installed are not included in our estimate, the use of Firestopping or other materials to fill the annular space that surrounds the fire damper will void the manufacturer's UL listing of the damper. Refer to Paragraph 3-4.6.4 "Exception" of NFPA 90A Publication, and UL Building Materials Directory.

Qualifications:

C.L.D. reserves the right to modify this estimate, based on additional information as it is added to the Contract Documents prior to the start of construction. Sources for this information shall include, but will not be limited to the Design Professionals, the General Contractor, all Subcontractors - all tiers, vendors, and suppliers.
Firestopping of temporary services after the service has been removed is not covered in this estimate.
Penetration labels shall be of the type supplied by the Firestop Manufacturer.
The ED room must be cleaned out of all supplies and furnishings prior to starting our work.

Thank you for allowing C.L. Downey Construction, Inc. to provide this quote for the First Health ED Storage Room Project in Pinehurst, NC.

If we can be of further assistance, please do not hesitate to contact us.

Authorized Signature *Christopher L. Downey*

Acceptance of Proposal – The above prices, specifications and conditions are satisfactory and are hereby accepted. You are authorized to do the work as specified. Payment will be made as outlined above.

Date of Acceptance _____ Signature _____

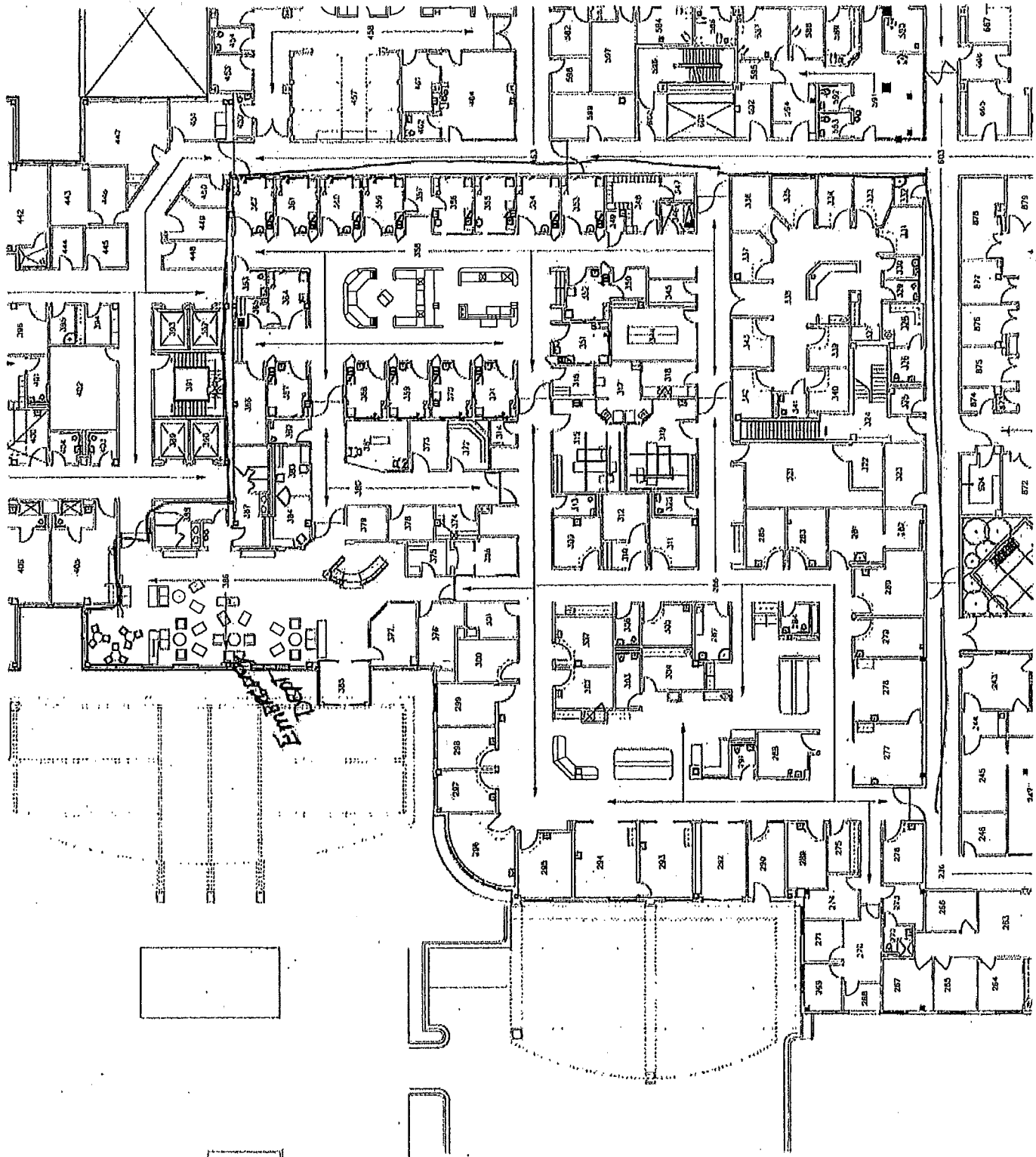
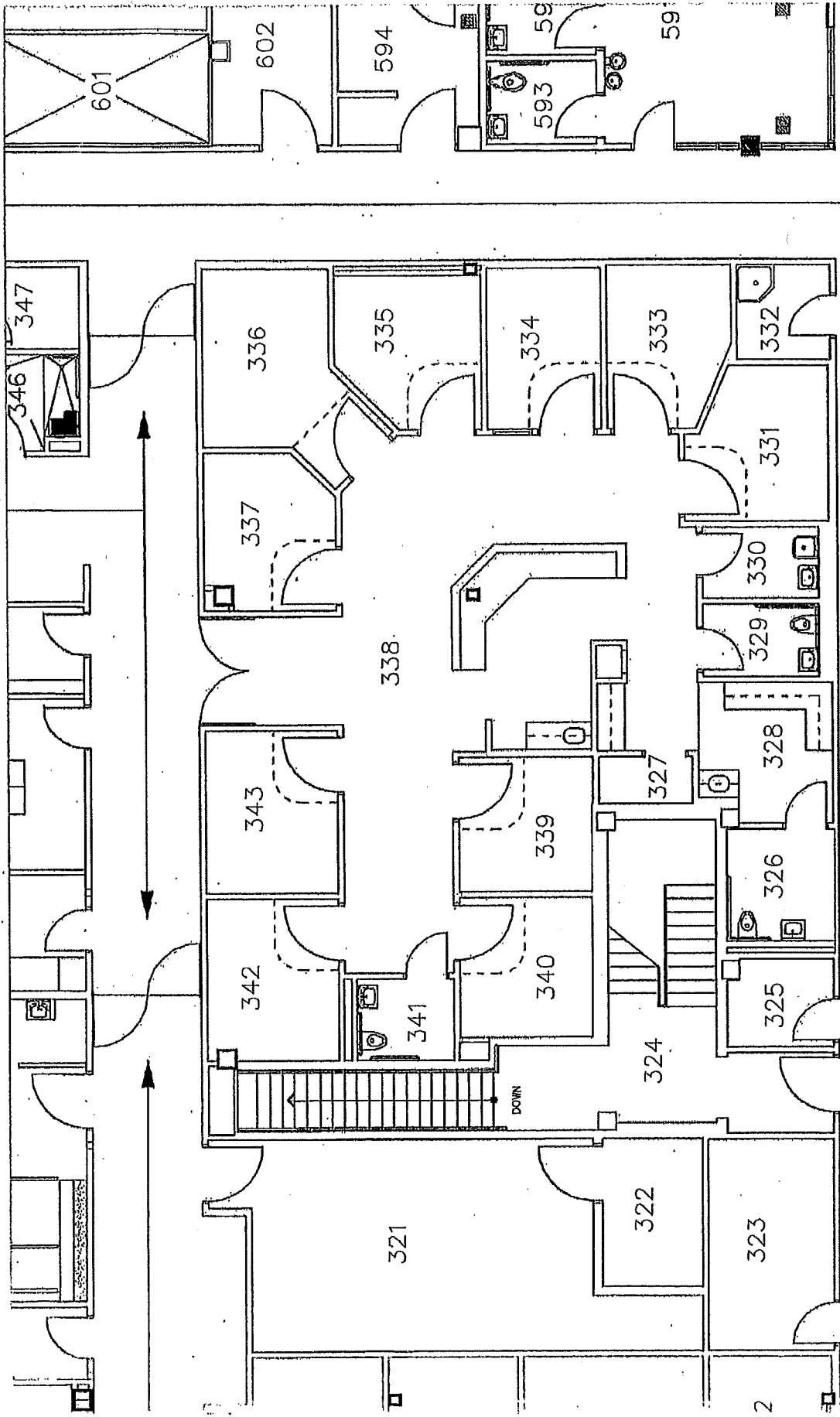


EXHIBIT
C
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First Admit

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