

NC DEPARTMENT OF
HEALTH AND
HUMAN SERVICES

ROY COOPER • Governor

MANDY COHEN, MD, MPH • Secretary

MARK PAYNE • Director, Division of Health Service Regulation

September 25, 2019

Brian Bizub, Chief Executive Officer
Raleigh Orthopaedic Surgery Center
3001 Edwards Mill Road, Suite 100
Raleigh NC 27612

No Review

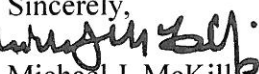
Record #: 3056
Facility Name: Raleigh Orthopaedic Surgery Center
FID #: 080609
Business Name: Raleigh Orthopaedic Surgery Center
Business #: 3101
Project Description: Renovate two existing minor procedure rooms
County: Wake

Dear Mr. Bizub:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) received your correspondence 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 that correspondence is not governed by, and therefore, does not currently require a certificate of need. 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.

You may 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.

This determination is binding only for the facts represented in your correspondence. If changes are made in the project or in the facts provided in the correspondence referenced above, a new determination as to whether a certificate of need is required would need to be made by this office. Please do not hesitate to contact this office if you have any questions.

Sincerely,

Michael J. McKillop
Project Analyst


Martha J. Frisone
Chief

cc: Construction Section, DHSR
Acute and Home Care Licensure and Certification Section, 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: 809 Ruggles Drive, 2704 Mail Service Center, Raleigh, NC 27699-2704
<https://info.ncdhhs.gov/dhsr/> • TEL: 919-855-3873

AN EQUAL OPPORTUNITY / AFFIRMATIVE ACTION EMPLOYER

Waller, Martha K

From: Frisone, Martha
Sent: Tuesday, September 10, 2019 2:50 PM
To: Waller, Martha K
Subject: FW: [External] Request for No Review for Orthopaedic Surgery Center of Raleigh - FID# 080609
Attachments: Orthopaedic Surgery Center of Raleigh -Letter of Non-Review 090919.pdf

FYI

Martha J. Frisone

Chief

[Division of Health Service Regulation](#), Healthcare Planning and Certificate of Need
[NC Department of Health and Human Services](#)

Office: 919-855-3879
martha.frisone@dhhs.nc.gov

809 Ruggles, Edgerton
2704 Mail Service Center
Raleigh, NC 27699-2704

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From: Doug Kuhns <dkuhns001@nc.rr.com>
Sent: Monday, September 09, 2019 9:21 PM
To: Frisone, Martha <martha.frisone@dhhs.nc.gov>
Cc: 'Sheila Eubanks' <seubanks@raleighortho.com>; 'Doug Kuhns' <dkuhns001@nc.rr.com>
Subject: [External] Request for No Review for Orthopaedic Surgery Center of Raleigh - FID# 080609

CAUTION: External email. Do not click links or open attachments unless you verify. Send all suspicious email as an attachment to report_spam@nc.gov

Attached is a letter requesting a No-Review Determination for the renovation of two existing minor procedure rooms - FID No. 080609.

Also enclosed is a Scope of Work and Project Capital Cost form for this minor procedure room renovation project.

The procedure rooms that are to be renovated in this project were in the original CON and licensure from 2012..
FID No. 080609; CON No. J8170-09, J-8496-10
Previous Project DHSR No. AS-310-MB/VT

We have also completed a previous procedure room & storage room renovation that was reviewed by Mark Bell in June 2014.

Please review and comment on this information. We have final construction documents available for review.

RALEIGH ORTHOPAEDIC SURGERY CENTER

3001 Edwards Mill Road. Suite 100. Raleigh. NC. 27612

919.719.3070



Ms. Martha Frisone, Chief
Healthcare Planning and Certificate of Need
Division of Health Service Regulation
2704 Mail Service Center
Raleigh, NC 27699-2704
919-855-3873

Re: Request for No Review Determination, Orthopaedic Surgery Center of Raleigh
Project Description: Renovation to two existing minor procedure rooms.
FID# 080609

Dear Ms. Frisone:

Orthopaedic Surgery Center of Raleigh is requesting a No Review Determination by the Certificate of Need Section to allow for renovations of space in the existing licensed ambulatory surgical facility to renovate two existing minor procedure rooms. The renovations of the facility will not increase the number of licensed operating rooms in the facility. No GI endoscopy procedure rooms are proposed to be added. The facility will continue to provide the same scope of services as described in the CON project applications ID# J-8170-09 and ID#J-8496-10.

The project involves no equipment or health services that would be subject to Certificate of Need review as a new institutional health service as defined in § 131E-176 (16). Please review the attached construction cost estimate with a total capital cost for the renovations projected to be \$348,656, which is far less than the § 131E-176 (16)b threshold amount of \$2,000,000.

Orthopaedic Surgery Center of Raleigh requests an expedited review and approval of this request. The facility has achieved high utilization during recent months and the proposed renovations will improve workflow and scheduling. If you have any questions, please contact me at 919-863-6801.

Sincerely,

A handwritten signature in blue ink that reads "Brian Bizub".

Mr. Brian Bizub, Chief Executive Officer #1482
Raleigh Orthopaedic Surgery Center 080609
3001 Edwards Mill Road, Suite 100
Raleigh, NC 27612

Bus # 3101

PROJECTED CAPITAL COST

Project Name: Raleigh Orthopaedic Surgery Center Procedure Rooms 1&2 Renovation

Proponent: _____

A. Site Costs			
(1)	Full purchase price of land		\$ _____
	Acres _____ Price per Acre	\$ _____	
(2)	Closing costs		\$ _____
(3)	Site Inspection and Survey		\$ _____
(4)	Legal fees and subsoil investigation.		\$ _____
(5)	Site Preparation Costs		
	Soil Borings	\$ _____	
	Clearing-Earthwork	\$ _____	
	Fine Grade For Slab	\$ _____	
	Roads-Paving	\$ _____	
	Concrete Sidewalks	\$ _____	
	Water and Sewer	\$ _____	
	Footing Excavation	\$ _____	
	Footing Backfill	\$ _____	
	Termite Treatment	\$ _____	
	Other (Specify)	\$ _____	
	Sub-Total Site Preparation Costs		\$ _____
(6)	Other (Specify)		\$ _____
(7)	Sub-Total Site Costs		\$ <u>0</u>
B. Construction Contract			
(8)	Cost of Materials		
	General Requirements	\$ 58,745	
	Concrete/Masonry	\$ 0	
	Doors & Windows/Finishes	\$ 33,618	
	Thermal & Moisture Protection	\$ 0	
	Equipment/Specialty Items	\$ 0	
	Mechanical/Electrical	\$ 137,442	
	Other (Specify) Demolition	\$ 4,820	
	Sub-Total Cost of Materials		\$ 171,060
(9)	Cost of Labor		\$ 118,860
(10)	Other (Specify)		\$ _____
(11)	Sub-Total Construction Contract		\$ <u>348,665</u>
C. Miscellaneous Project Costs			
(12)	Building Purchase		\$ _____
(13)	Fixed Equipment Purchase/Lease		\$ _____
(14)	Movable Equipment Purchase/Lease		\$ _____
(15)	Furniture		\$ _____
(16)	Landscaping		\$ _____
(17)	Consultant Fees		
	Architect and Engineering Fees	\$ 16,875	
	Legal Fees	\$ _____	
	Market Analysis	\$ _____	
	Other (Specify)	\$ _____	
	Sub-Total Consultant Fees		\$ _____
(18)	Financing Costs (e.g. Bond, Loan, etc.)		\$ _____
(19)	Interest During Construction		\$ _____
(20)	Other (Specify)		\$ _____
(21)	Sub-Total Miscellaneous		\$ _____
D.	Total Capital Cost of Project		\$ <u>365,540</u>

I certify that, to the best of my knowledge, the costs of the proposed project named above are complete and correct.

Douglas A. Kuban AIA Date Certified: 9/3/2019
 (Signature of Licensed Architect or Engineer)

I assure that, to the best of my knowledge, the above costs for the proposed project are complete and correct and that it is my intent to carry out the proposed project as described.

Ben S. Byrd, CEO Date Signed: 8/30/2019
 (Proponent - Signature of Officer) (Title of Officer)

June 15, 2019

Mr. Brian Bizub, Chief Executive Officer
Raleigh Orthopaedic Surgery Center
3001 Edwards Mill Road, Suite 100
Raleigh, NC 27612

Re: Scope of Work for ASC Procedure Rooms 1 & 2 Renovation and Upgrade
at the Raleigh Orthopaedic Surgery Center.

Enclosed is a proposed scope of work associated with the Renovation and Upgrade of the Two Existing Procedure Rooms 1 & 2 in the Raleigh Orthopaedic Surgery Center.

Scope of Work: The area to be revised includes but is not limited to the following:

1. Reconfigure existing procedure rooms to provide access from the clean corridor.
2. Remove and relocate doors and frames in each procedure room to access the clean corridor..
3. Remove sheet vinyl flooring at casework and wall openings.
4. Remove existing ATC and grid.
5. Remove sink units and casework, relocate shelf units.
6. Abandon two medical gas panels in Corridor 200D that serve the two Procedure rooms.
7. Provide new metal stud walls at medical gas panel location in clean corridor. Rework flooring, walls and ceiling.
8. Relocate two medical gas panels in Corridor 300A that serve the two Operating rooms.
9. Provide two new medical gas panels in Corridor 300A that will serve the two Procedure rooms.
10. Maintain existing med gas outlets on wall of each room.
11. Certification will be required for all med gas systems affected by the scope of work
12. Provide new gypsum board painted ceiling with access doors, supply diffusers and recessed lights. Replace existing surgical lights, reuse existing steel supports are in place.
13. Provide new Isolation Electrical Panels and chase wall in corner of each room.
14. Relocate existing Phone, Data, and Nurse Call to new locations.
15. Relocate sprinkler heads in areas of work as shown.
16. Rebalance air in Procedure rooms and clean corridor.

Proposed Project Schedule

A&E Design Fee Approved	November 12, 2018
Construction Documents	January 1, 2019 - March 31, 2019
Contractor Bid Pricing	April 30, 2019
Submit Drawings for Building Permit	June 5, 2019
Construction Begins	August 15, 2019
Construction Complete	November 30, 2019

Project Requirements

1. The existing Surgery Center is to remain in operation during normal business hours.
No patients will be present during construction activities.
2. The construction work will require access to the clean corridor and medical gas panels.
A temporary dust partition will be installed to contain the construction area.
3. All work will be at nights and weekends and not during business hours.

Area of Renovation Work

Procedure Room 1	415 sf
Procedure Room 2	415 sf
Clean Corridor 300A	193 sf
Corridor 200D	<u>102 sf</u>
Renovation Area	1,125 sf