



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

April 30, 2020

Terri Harris
TJHarris@Foxrothschild.com

Exempt from Review – Physician Office

Record #: 3267
Business Name: Scotland Healthcare System
Business #: 1638
Project Description: Develop a medical office building and relocate the rural health clinic and pharmacy
County: Scotland

Dear Ms. Harris:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letter of March 6, 2020, 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,

[Handwritten signature of Tanya M. Saporito]

Tanya M. Saporito
Project Analyst

[Handwritten signature of Martha J. Frisone]

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



300 N. Greene Street  
 Suite 1400  
 Greensboro, NC 27401  
 Tel (336) 378-5200 Fax (336) 378-5400  
 www.foxrothschild.com

TERRI HARRIS  
 Direct No: 336.378.5383  
 Email: TJHarris@Foxrothschild.com



March 6, 2020

Martha Frisone, Chief  
 Healthcare Planning and Certificate of Need Section  
 Division of Health Service Regulation  
 NC Department of Health and Human Services  
 2704 Mail Service Center  
 Raleigh, NC 27699-2704

Via E-Mail

Bus id 1438  
 FID 933446  
 NR id 3267

**Re: Scotland Health Care System – Notice of Exemption for Development of Pembroke MOB**

Dear Ms. Frisone:

We represent Scotland Health Care System (“Scotland”). This letter provides prior written notice that Scotland plans to develop a new medical office building adjacent to an existing building in Pembroke, North Carolina. The address for the existing building is 410 S. Jones Street in Pembroke, but an address has not yet been assigned to the proposed new building. The new medical office building will be approximately 10,000 square feet, and a rough estimate of the anticipated total capital cost for the new medical office building is \$4,950,000.

Scotland plans to relocate its rural health clinic and pharmacy from the existing building to the new building. These services are not billed as hospital outpatient departments, and Scotland is not planning to provide any hospital-based services in the medical office building at this time. Scotland is not planning to offer or develop any new institutional health services in the building at this time.

Based on this information, we would appreciate your prompt acknowledgment that this proposed new medical office building is exempt from certificate of need review pursuant to N.C.G.S. §131E-184(a)(9).

A Pennsylvania Limited Liability Partnership

California Colorado Delaware District of Columbia Florida Georgia Illinois Minnesota Nevada  
 New Jersey New York North Carolina Pennsylvania South Carolina Texas Virginia Washington

## Waller, Martha K

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**From:** Frisone, Martha  
**Sent:** Friday, March 6, 2020 11:33 AM  
**To:** Waller, Martha K  
**Subject:** Fwd: [External] Scotland Health Care System -- Notice of Exempt Medical Office Building  
**Attachments:** Scotland Health Care System ltr Frisone re Notice of Exemption for Pembroke MOB-C3.PDF

Martha Frisone

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**From:** Harris, Terri <TJHarris@foxrothschild.com>  
**Sent:** Friday, March 6, 2020 11:29:35 AM  
**To:** Frisone, Martha <martha.frisone@dhhs.nc.gov>  
**Subject:** [External] Scotland Health Care System -- Notice of Exempt Medical Office Building

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Good morning Martha – I hope you are well. Thank you for sending the coronavirus info to the CON contact list yesterday. Attached please find my letter giving prior written notice for a new medical office building. Please let me know if you have any questions.

Kind regards.

Terri Harris  
Partner  
Fox Rothschild LLP  
300 N Greene Street  
Suite 1400  
Greensboro, NC 27401  
(336) 378-5383 - direct  
[TJHarris@foxrothschild.com](mailto:TJHarris@foxrothschild.com)  
[www.foxrothschild.com](http://www.foxrothschild.com)

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