



Department of Health
and Human Services

Maine People Living
Safe, Healthy and Productive Lives

Paul R. LaPage, Governor

Mary C. Mayhew, Commissioner

Department of Health and Human Services
Licensing and Regulatory Services
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June 17, 2015

Mark Harris, President/Planning MaineHealth
Robert Frank, Esq. Senior Vice President/General Counsel
MaineHealth
110 Free Street
Portland, ME 04101

RE: Letter of Applicability: LOI- Merger of Pen Bay Healthcare and Waldo County Healthcare

Dear Mr. Harris & Mr. Frank:

This correspondence responds to yours dated June 17, 2015 in which MaineHealth proposes to merge Pen Bay Healthcare and Waldo County Healthcare. The capital cost for this project is estimated to be \$0.

Based on the information you provided, the Department of Health and Human Services has determined that the proposal as written is subject to review. The applicable reason(s) this is not a covered project are indicated below:

- This project is a transfer of ownership or acquisition of control of a health care facility.
- This project is an acquisition of major medical equipment where the expenditure exceeds \$3,379,550.
- This project is a new health service where either:
 - Capital expenditures do exceed \$3,168,328 or,
 - Third year annual expenditures do exceed \$1,056,109.
- This project is a new health care facility where:
 - Capital expenditure do exceed \$5,280,547 for a nursing facility or
 - Capital expenditures do exceed \$3,168,328 for other covered facilities.
- The total capital costs associated with the project does exceed:
 - \$5,280,547 for nursing facilities.
 - \$10,561,095 for hospitals or other covered facilities.
- The project is an increase in a licensed bed category or in the case of hospitals greater than a 10% increase.

We have tentatively scheduled a Technical Assistance meeting for July 8, 2015 from 12:00-1:00; if you are unable to attend this meeting please contact Katie Wade at 287-9215.

Sincerely,


Larry Carbonneau, CPA
Senior Health Care Financial Analyst

cc: File