



M. JODI RELL  
GOVERNOR

STATE OF CONNECTICUT  
OFFICE OF HEALTH CARE ACCESS

CRISTINE A. VOGEL  
COMMISSIONER

June 29, 2009

Andrea Rynn  
Director of Public & Government Relations  
Danbury Hospital  
24 Hospital Avenue  
Danbury, CT 06810

Re: Certificate of Need Determination Report Number: 09-31386-EXM  
Danbury Hospital  
Install and Implement a Combined Heat and Power Plant at the Hospital's Main Campus

Dear Ms. Rynn:

On June 10, 2009, the Office of Health Care Access ("OHCA") received your request for an exemption from the Certificate of Need ("CON") process for the installation and implementation of a combined heat and power plant at 24 Hospital Avenue in Danbury, Connecticut, at a total capital cost of \$17,421,708.

Upon review of the information contained in your request, OHCA makes the following findings:

1. Danbury Hospital ("Hospital") is an acute care general hospital located at 24 Hospital Avenue in Danbury, Connecticut.
2. The Hospital proposes to install and implement a combined heat and power plant at 24 Hospital Avenue in Danbury, Connecticut, at a total capital cost of \$17,421,708.
3. The new plant will allow the Hospital to produce electricity while at the same time use waste heat generated to produce steam for our heating systems.
4. The Combine Heat and Power Plant will provide the main Hospital campus with 94% of electrical capacity, 100% of steam capacity and reduce carbon footprint by 41.5% or 11,981 metric tons of CO<sub>2</sub>.

5. The total capital expenditure associated with this proposal is \$17,421,708, and consist of the following:

**Table 1: Total Proposed Capital Expenditure**

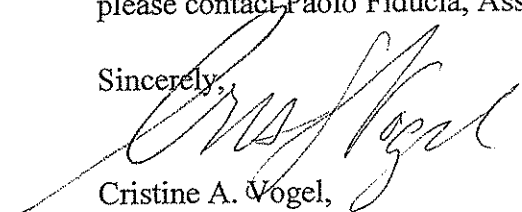
<b>Total Capital Expenditure/ Cost Itemization</b>	
Non-Medical Equipment (Purchase)	\$10,278,808
Construction/Renovation	\$7,142,900
<b>Total Capital Expenditure</b>	<b>\$17,421,708</b>

8. The project will be financed through the Hospital's equity of \$15,568,860 and grant funding from DPUC of \$1,852,848.

Based on the above findings, OHCA has determined that Danbury Hospital's request to install and implement a combined heat and power plant at 24 Hospital Avenue in Danbury, Connecticut, at a total capital expenditure of \$17,421,708 meets the requirements of Section 19a-639a of the Connecticut General Statutes, and, therefore, is exempt from OHCA's Certificate of Need process. Section 19a-639a of the Connecticut General Statutes, states that "the proposed capital expenditure is for a parking lot, garage, information and/or communication system, office space, acquisition of land for nonclinical purposes or acquisition of non-medical equipment and does not exceed \$20 million".

Thank you for advising OHCA of your plans. If you have any questions concerning this letter, please contact Paolo Fiducia, Associate Health Care Analyst at (860) 418-7001.

Sincerely,



Cristine A. Vogel,  
Commissioner

Cc: Rose McLellan, License & Applications Supervisor, FLIS, DPH

CAV:pf