



North Carolina Department of Health and Human Services
Division of Health Service Regulation
Certificate of Need Section

2704 Mail Service Center • Raleigh, North Carolina 27699-2704
<http://www.ncdhhs.gov/dhsr/>

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March 14, 2012

Denise Gunter
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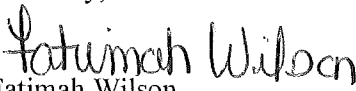
RE: Exempt from Review – Change of Ownership of Presbyterian Imaging Center Monroe,
Presbyterian Imaging Center University and Presbyterian Imaging Center Museum from
Presbyterian Ambulatory Holdings, LLC to The Presbyterian Hospital / Mecklenburg County


Dear Ms. Gunter:

In response to your letter of March 6, 2012 the above referenced proposal is exempt from certificate of need review in accordance with N.C.G.S 131E-184(a)(8). Therefore, you may proceed to acquire the above referenced health service facility without first obtaining a certificate of need. However, you should contact the Acute and Home Care Licensure and Section of the Division of Health Service Regulation to obtain instructions for changing ownership of the existing facility. Note that pursuant to N.C.G.S. § 131E-181(b): *“A recipient of a certificate of need, or any person who may subsequently acquire, in any manner whatsoever permitted by law, the service for which that certificate of need was issued, is required to materially comply with the representations made in its application for that certificate of need.”*

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 this Agency and a separate determination. Please forward notification of the new owner of the real estate after foreclosure sale has taken place. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,


Fatimah Wilson
Project Analyst


Craig R. Smith, Chief
Certificate of Need Section

cc: Acute and Home Licensure and Certification Section, DHSR



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Denise

March 6, 2012

Hand Delivered

Martha J. Frisone
Assistant Chief
North Carolina Department of Health and Human Services
Division of Health Service Regulation
Certificate of Need Section
Edgerton Building
809 Ruggles Drive
Raleigh, North Carolina 27603

Re: Internal Reorganization of Diagnostic Imaging Centers located in Mecklenburg
and Union Counties (Health Service Area III)

Dear Martha:

Novant Health, Inc. ("Novant Health") is the ultimate parent of an entity named Presbyterian Imaging Centers, LLC. Presbyterian Imaging Centers, LLC ("PIC") owns and operates three existing diagnostic imaging centers in Mecklenburg and Union Counties: (1) Presbyterian Imaging Center Monroe (the "Monroe Center"); (2) Presbyterian Imaging Center University (the "University Center"); and (3) Presbyterian Imaging Center Museum (the "Museum Center"). As set forth in the attached extract of Novant Health's organizational chart, Presbyterian Ambulatory Holdings, LLC ("PAH") is the sole member of PIC. Novant Health Southern Piedmont, LLC ("NHSPR") is the sole member of PAH. In turn, Novant Health is the sole member of NHSPR.

The Monroe Center is a multi-modality diagnostic center with CT, x-ray, mammography and ultrasound that operates pursuant to a CON issued on June 30, 2008 (Project I.D. No. F-863-07). The University Center is a grandfathered, multi-modality diagnostic center offering CT, x-ray, mammography and ultrasound. The Museum Center has an MRI scanner pursuant to Project I.D. No. F-2332-85 as well as CT, x-ray, mammography, ultrasound, and an MR guided focused ultrasound unit (MRgFUS) pursuant to Project I.D. No. F-7728-06.

Martha J. Frisone
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Novant Health has decided to internally reorganize the ownership of these three diagnostic imaging centers so that the centers are directly owned and operated by another Novant Health wholly owned and operated subsidiary, The Presbyterian Hospital ("TPH"), instead of PAH. Specifically, Novant Health proposes to transfer ownership of the assets of the Monroe Center, the University Center and the Museum Center to TPH. After the completion of the asset transfer, the Monroe Center, the University Center and the Museum Center will be operated as departments of Presbyterian Hospital Charlotte, which is wholly owned and operated by TPH.

Pursuant to N.C. Gen. Stat. § 131E-184(a)(8), Novant Health hereby provides written notice to the CON Section of its intention to transfer ownership of these assets internally to other Novant Health subsidiaries. There are no capital costs associated with these asset transfers. No additional CON-regulated services are being proposed as a result of these asset transfers.

Novant Health would like to reorganize ownership of these diagnostic imaging centers no later than April 1, 2012. If there are any questions, please let me know before that date.

With best personal regards.

Sincerely,

Denise M. Gunter with permission
Denise M. Gunter *by J. Blakely Kiefer*

Enclosure

ATTACHMENT

