

North Carolina Department of Health and Human Services Division of Health Service Regulation

Pat McCrory Governor Aldona Z. Wos, M.D. Ambassador (Ret.) Secretary DHHS

> Drexdal Pratt Division Director

April 30, 2014

Kenneth R. Beuley 5935 Carnegie Boulevard, Suite 200 Charlotte, NC 28209

Exempt from Review - Physician Office Building

Provider:

TKC Land Development II, LLC

Project Description:

Develop a 30,000 square foot physician office building on the campus of

Blue Ridge Regional Hospital

County:

Mitchell

Dear Mr. Beuley:

In response to your letter of March 20, 2014, the above referenced proposal is exempt from certificate of need review in accordance with N.C.G.S 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 Construction and the Acute and Home Care Licensure and Certification Sections of the Division of Health Service Regulation 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 this Agency and a separate determination. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

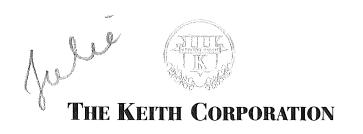
Julie Halatek

Project Analyst

Julie Halatek

Martha G. Frisone, Interim Chief Certificate of Need Section







March 20, 2014

Ms. Martha Frisone, Interim Chief Certificate of Need Section Division of Health Service Regulation 2704 Mail Center Services Raleigh, NC 27699-2704

Via FedEx

RE: TKC Land Development II, LLC Medical Office Building Exemption Request

Dear Ms. Frisone:

TKC Land Development II, LLC proposes to construct a medical office building (MOB) on the campus of Blue Ridge Regional Hospital in Spruce Pine. The MOB will be approximately 30,000 square feet. The building is expected to house offices for family medicine, women's health, cardiac rehabilitation, specialty clinics, a shared lobby and parking for physicians and the general public. TKC Land Development II, LLC does not plan to develop or offer any new institutional health services in the MOB. If, in the future, a tenant decides to develop any new institutional health services (NIHS) in the MOB, the tenant will be responsible for seeking CON Section approval.

TKC Land Development II, LLC requests a determination that construction of the proposed medical office building is exempt from CON review in accordance with North Carolina G.S. 131E-184(a)(9).

Please let me know if I can provide further information for your review.

Sincerely,

Kenneth R. Beuley

Director of Development & CFO