

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

December 18, 2014

Jeffrey Shovelin, Director Corporate Planning Vidant Health PO Box 6028 Greenville, North Carolina 27835-6028

No Review

Facility or Business:

Moye Endoscopy Center, LLC d/b/a East Carolina Endoscopy

Center

Project Description:

Vidant Medical Center to acquire 100% membership interest

County:

Pitt

FID #:

070466

Dear Mr. Shovelin:

The Certificate of Need Section (CON Section) received your letter of December 3, 2014 regarding the above referenced proposal. Based on the CON law in effect on the date of this response to your request, the proposal described in your correspondence is not governed by, and therefore, does not currently require a certificate of need. However, please note that if the CON law is subsequently amended such that the above referenced proposal would require a certificate of need, this determination does not authorize you to proceed to develop the above referenced proposal when the new law becomes effective.

Moreover, you need to contact the Acute and Home Care Licensure and Certification Section, of the Division of Health Service Regulation (DHSR) to determine if they have any requirements for development of the proposed project.

It should be noted that this determination is binding only for the facts represented by you. Consequently, if changes are made in the project or in the facts provided in your correspondence referenced above, a new determination as to whether a certificate of need is required would need to be made by the Certificate of Need Section. Changes in a project include, but are not limited to: (1) increases in the capital cost; (2) acquisition of medical equipment not included in the



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original cost estimate; (3) modifications in the design of the project; (4) change in location; and (5) any increase in the number of square feet to be constructed.

Please contact the CON Section if you have any questions. Also, in all future correspondence you should reference the Facility I.D. # (FID) if the facility is licensed.

Sincerely,

Jane Rhoe-Jones, Project Analyst

Martha J. Frisone, Interim Chief

Certificate of Need Section

cc: Acute and Home Care Licensure and Certification Section, DHSR

Medical Facilities Planning Branch, DHSR





December 3, 2015

Ms. Jane Rhoe-Jones, Project Analyst Certificate of Need Section Division of Health Service Regulation North Carolina Department of Health and Human Services 2704 Mail Service Center Raleigh, NC 27699-2704

Re: Notice of Change in Membership Interest in Moye Endoscopy Center, LLC / Request for "No Review" Letter

Dear Ms. Rhoe-Jones,

This letter shall serve as notice that Pitt County memorial Hospital, Inc. d/b/a/ Vidant Medical Center (VMC) intends to acquire 100% of the membership interest in Moye Endoscopy Center LLC d/b/a East Carolina Endoscopy Center (ECEC), a freestanding two endoscopy suite center located in Greenville, NC (Pitt County). Currently, VMC owns 50% of the membership interest and East Carolina University (ECU) owns the remaining 50% membership interest. VMC intends to purchase ECU's membership interest at the fair market value of \$350,000. VMC believes the acquisition of ECU's membership interest of ECEC is not considered a new institutional health service and not subject to Certificate of Need (CON) review since:

- 1. The acquisition is not considered a change in ownership since ECEC would continue to exist as the same corporate entity and would continue to own the two existing GI endoscopy suits,
- 2. VMC would continue to operate ECEC in the exact same manner as it does today, and
- 3. VMC's acquisition of ECU's membership interest in ECEC is less than \$2,000,000.

VMC is requesting that the CON Section issue a letter determining VMC's acquisition of ECU's membership interest in ECEC and the subsequent provision of GI endoscopy services is not a new institutional health service and is therefore exempt from CON review.

If you have any questions or concerns, please feel free to contact me at (252) 847-3631

Sincerely,

Jeffrey Shovelin

Director, Corporate Planning

Vidant Health