

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

Pat McCrory Governor

Richard O. Brajer Secretary DHHS

Mark Payne Assistant Secretary for Audit and Health Service Regulation

February 11, 2016

Angela Byrd 800 N. Justice Street Hendersonville, NC 28791

Exempt from Review - Replacement Equipment

Record #:

1839

Facility Name:

Margaret R. Pardee Memorial Hospital

FID #:

943324

Business Name:

Margaret R. Pardee Memorial Hospital

Business #:

1176

Project Description:

Replace existing MRI scanner

County:

Henderson

Dear Ms. Byrd:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letters of January 13, 2016 and February 8, 2016, the above referenced proposal is exempt from certificate of need review in accordance with G.S 131E-184(f). Therefore, you may proceed to acquire, without a certificate of need, an Optima MR450w 1.5T GEM-ES Silent MRI scanner. This determination is based on your representations that the unit will be removed from North Carolina and will not be used again in the State without first obtaining a certificate of need.

Moreover, you need to contact the Agency's Construction and Acute and Home Care Licensure and Certification Sections to determine if they have any requirements for development of the proposed project.

It should be noted that the 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 office and a separate determination.



Angela Byrd February 11, 2016 Page 2

If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Julie Halatek Project Analyst Martha J. Frisone,

Assistant Chief, Certificate of Need

cc:

Construction Section, DHSR

wie Halatik

Acute and Home Care Licensure and Certification Section, DHSR

Kelli Fisk, Program Assistant, Healthcare Planning, DHSR

Halatek, Julie F

From:

Angela Byrd < Angela. Byrd@pardeehospital.org >

Sent:

Monday, February 08, 2016 3:03 PM

To:

Halatek, Julie F

Subject:

RE: Request for No Review

Julie,

The administrative and financial control and clinical patient services are found on the campus where the MRI is to be replaced. Additionally, the facility where the MRI is to be replaced is a licensed facility. Thanks again for your time and speaking with me today.

Angela Byrd, R.T.(R)(ARRT), Assistant Director Radiology Margaret R. Pardee Memorial Hospital 800 N. Justice Street Hendersonville, NC 28791 828-696-1040, ext. 3196 angela.byrd@pardeehospital.org



From: Halatek, Julie F [mailto:julie.halatek@dhhs.nc.gov]

Sent: Friday, February 05, 2016 11:42 AM

To: Angela Byrd

Subject: RE: Request for No Review

Angela,

I do need a bit more information.

Your request has not documented certain aspects of the replacement request required by statute. Specifically, I need representations about the "main campus" to meet the statutory definition. I need to know whether administrative and financial control and clinical patient services are found on the campus where the MRI is to be replaced. Additionally, I need to have representations that the facility where the MRI is to be replaced is a licensed facility.

You and I both know that Pardee is the main campus. However, to be consistent, I do need those representations in writing. They can come via a response to this email and that will suffice. Could you please provide those representations (or let me know if you cannot)? Thanks!

Julie Halatek, Esq.

Project Analyst, Certificate of Need Division of Health Service Regulation, Healthcare Planning and Certificate of Need Section North Carolina Department of Health and Human Services

919 855 3873 office

Julie.Halatek@dhhs.nc.gov

809 Ruggles Drive 2704 Mail Service Center Raleigh, NC 27699-2704



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From: Angela Byrd [mailto:Angela.Byrd@pardeehospital.org]

Sent: Thursday, January 28, 2016 1:26 PM
To: Halatek, Julie F < julie.halatek@dhhs.nc.gov>

Subject: RE: Request for No Review

Thanks for the update Julie. Hope you have a great day!

Angela Byrd, R.T.(R)(ARRT), Assistant Director Radiology Margaret R. Pardee Memorial Hospital 800 N. Justice Street Hendersonville, NC 28791 828-696-1040, ext. 3196 angela.byrd@pardeehospital.org



From: Halatek, Julie F [mailto:julie.halatek@dhhs.nc.gov]

Sent: Thursday, January 28, 2016 10:02 AM

To: Angela Byrd

Subject: RE: Request for No Review

Angela,

The request is under review – at this point I don't need additional information but I'll be sure to ask if I do. We strive to get all determinations for requests we receive out within 20 business days. Please don't hesitate to reach out again at any time to inquire about the status or with any other questions.

Julie Halatek, Esq.

Project Analyst, Certificate of Need Division of Health Service Regulation, Healthcare Planning and Certificate of Need Section North Carolina Department of Health and Human Services 919 855 3873 office Julie.Halatek@dhhs.nc.gov

809 Ruggles Drive 2704 Mail Service Center Raleigh, NC 27699-2704



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From: Angela Byrd [mailto:Angela.Byrd@pardeehospital.org]

Sent: Tuesday, January 26, 2016 10:27 AM
To: Halatek, Julie F < julie.halatek@dhhs.nc.gov>

Subject: RE: Request for No Review

Good morning Julie. I hope this email is finding you well. I've been out of the office for a few days and wanted to follow up to see if you needed any additional information for our Request for No Review. Also, I'm working on updating our time line for this project. Do you have an idea of when we may have an answer on the Request for No Review? I don't want to be pushy but am eager. Thanks again for reviewing this information.

Angela Byrd, R.T.(R)(ARRT), Assistant Director Radiology Margaret R. Pardee Memorial Hospital 800 N. Justice Street Hendersonville, NC 28791 828-696-1040, ext. 3196 angela.byrd@pardeehospital.org



From: Halatek, Julie F [mailto:julie.halatek@dhhs.nc.gov]

Sent: Friday, January 15, 2016 10:21 AM

To: Angela Byrd

Cc: Ron McKee; Alan Owens; William F. Bentley **Subject:** RE: Request for No Review email #2

Angela, these came through just fine. Thanks! I'll be in touch if I need anything else to review the request.

Julie Halatek, Esq.

Project Analyst, Certificate of Need Division of Health Service Regulation, Healthcare Planning and Certificate of Need Section North Carolina Department of Health and Human Services

919 855 3873 office Julie.Halatek@dhhs.nc.gov

809 Ruggles Drive 2704 Mail Service Center Raleigh, NC 27699-2704



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From: Angela Byrd [mailto:Angela.Byrd@pardeehospital.org]

Sent: Thursday, January 14, 2016 10:48 AM **To:** Halatek, Julie F < <u>julie.halatek@dhhs.nc.gov</u>>

Cc: Ron McKee < Ron.McKee@pardeehospital.org >; Alan Owens < Alan.Owens@pardeehospital.org >; William F. Bentley

<William.Bentley@pardeehospital.org>

Subject: RE: Request for No Review email #2

Julie,

Let's try this again. Let me know if you have trouble with these. I can fax them to you if need be. Thanks.

Angela Byrd, R.T.(R)(ARRT), Assistant Director Radiology Margaret R. Pardee Memorial Hospital 800 N. Justice Street Hendersonville, NC 28791 828-696-1040, ext. 3196 angela.byrd@pardeehospital.org



From: Halatek, Julie F [mailto:julie.halatek@dhhs.nc.gov]

Sent: Thursday, January 14, 2016 10:05 AM

To: Angela Byrd

Cc: Ron McKee; Alan Owens; William F. Bentley **Subject:** RE: Request for No Review email #2

Actually, Angela, I can't open the zip file. Is it possible you can just send the equipment comparison table and maybe one or two pages of the brochure that lists the relevant features?

Julie Halatek, Esq.

Project Analyst, Certificate of Need Division of Health Service Regulation, Healthcare Planning and Certificate of Need Section North Carolina Department of Health and Human Services

919 855 3873 office Julie.Halatek@dhhs.nc.gov

809 Ruggles Drive 2704 Mail Service Center Raleigh, NC 27699-2704



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From: Angela Byrd [mailto:Angela.Byrd@pardeehospital.org]

Sent: Wednesday, January 13, 2016 6:05 PM **To:** Halatek, Julie F < <u>julie.halatek@dhhs.nc.gov</u>>

Cc: Ron McKee < Ron. McKee@pardeehospital.org>; Alan Owens < Alan. Owens@pardeehospital.org>; William F. Bentley

<William.Bentley@pardeehospital.org>

Subject: FW: Request for No Review email #2

Ms. Halatek,

Attached you will find the last of the supporting documents needed for the consideration of the Request for No Review for our MRI Replacement Project here at Margaret R. Pardee Memorial Hospital. Again, thank you for your help in completing this information. I will be sending the packet in its entirety via Federal Express on Thursday morning. We look forward to hearing from you shortly.

Angela Byrd, R.T.(R)(ARRT), Assistant Director Radiology Margaret R. Pardee Memorial Hospital 800 N. Justice Street Hendersonville, NC 28791 828-696-1040, ext. 3196 angela.byrd@pardeehospital.org



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January 13, 2016

Julie Halatek, Project Analyst
CON Section
Division of Health Service Regulation
N.C. Department of Health and Human Services
2704 Mail Service Center
Raleigh, NC 27699-2704



Re:

Replacement Equipment Exemption Notice for Replacement MRI Scanner at Henderson County Hospital Corporation (d/b/a Margaret R. Pardee Memorial Hospital) in Hendersonville, NC.

Dear Ms. Halateck,

This letter provides written notice of Margaret R. Pardee Memorial Hospital's intent to replace an 8 year old, closed bore MRI scanner with a new GE Healthcare 450W 1.5T, wide bore MRI system. The older, closed bore system is at the end of lease and creating a decrease in patient satisfaction due to the small size of the bore. The total cost for the replacement is estimated to be \$2,030,830.08 (see Appendix D). These costs include all expenses associated with equipment replacement including the rental of a mobile unit.

Even though the project exceeds \$2,000,000.00, Pardee Hospital believes that the proposed equipment replacement is not subject to review under North Carolina's Certificate of Need (CON) laws. Pardee Hospital's proposed project meets the requirements found in G.S. 131E-184(f). This statue states:

- (f) The Department shall exempt from certificate of need review the purchase of any replacement equipment that exceeds the two million dollar (\$2,00,00) threshold set forth in G.S. 131E-176(22) [sic, should be (22a)] if all of the following conditions are met:
 - (1) The equipment being replaced is located on the main campus.
 - (2) The Department has previously issued a certificated of need for the equipment being replaced. This subdivision does not apply if a certificate of need was not required at the time the equipment being replaced was initially purchased by the licensed health service facility.
 - (3) The licensed health service facility proposing to purchase the replacement equipment shall provide prior written notice to the Department, along with supporting documentation to demonstrate that it meets the exemption criteria of this subsection.

Specifically:

a) The proposed project meets the definition of replacement equipment found in G.S. 131E-176(22a) in that the new equipment is being purchased for the sole purpose of replacing comparable medical equipment that is currently in use and otherwise disposed of when replaced. Reference Appendix F for Responses to Replacement Equipment Key Questions.

Page 2 Julie Halatek, Project Analyst CON Section Division of Health Service Re N.C. Department of Health and 2704 Mail Service Center Raleigh, NC 27699-270 January 13, 2016

> the exact location where the existing equipment currently a) The equipment being replace resides and located on the management campus
> Pardee Homital observed.

xisting equipment through a certificate of need and received

approval for hor

c) By this letter Pardee Hospital is providing written notice to the Department, along with supporting documentation to demonstrate that it meets the exemption criteria of this subsection.

Pardee Hospital's proposal meets the requirements identified above and is therefore exempt from review. Therefore, Pardee Hospital requests approval of a no review status for the proposed project. We look forward to receiving your letter confirming replacement of a MR scanner is exempt from CON review. Please let me know if you have any questions.

Sincerely,

Angela Byrd, R.T.(R)(ARRT), Assistant Director Radiology

Margaret R. Pardee Memorial Hospital

800 N. Justice Street

Hendersonville, NC 28791

828-674-0602

angela.byrd@pardeehospital.org

Halatek, Julie F

From:

Angela Byrd < Angela. Byrd@pardeehospital.org>

Sent:

Wednesday, January 13, 2016 5:14 PM

To:

Halatek, Julie F

Cc:

Ron McKee; Alan Owens; William F. Bentley

Subject:

Request of No Review e-mail #1

Attachments:

Request for No Review.pdf.pdf; Appendix A Vendor Quote.pdf.pdf; Appendix C Current and Proposed Drawings.pdf.pdf; Appendix D Capital Cost Sheet.pdf.pdf; Appendix E

Existing Equipment Removal Letter.pdf.pdf; Appendix F Response to Required

Questions.pdf.pdf

Ms. Halatek,

Thank you again for speaking with me in December and advising me on the completion of the Request for No Review for our MRI Replacement Project here at Margaret R. Pardee Memorial Hospital. I have attached an official Request of No Review letter along with supporting documents for your review. Unfortunately I will have to send two separate e-mails due to the size of the content. I will also be sending the entire packet via Federal Express on Thursday morning. Please let me know if you need any additional information. We look forward to receiving your letter confirming that exempt from CON review. Thank you.

Angela Byrd, R.T.(R)(ARRT), Assistant Director Radiology Margaret R. Pardee Memorial Hospital 800 N. Justice Street Hendersonville, NC 28791 828-696-1040, ext. 3196 angela.byrd@pardeehospital.org



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Halatek, Julie F

From:

Angela Byrd < Angela. Byrd@pardeehospital.org>

Sent:

Wednesday, January 13, 2016 6:05 PM

To:

Halatek, Julie F

Cc:

Ron McKee; Alan Owens; William F. Bentley

Subject:

FW: Request for No Review email #2

Attachments:

Appendix B Equipment Comparison Table & Brochures.zip.zip_renamed

Ms. Halatek,

Attached you will find the last of the supporting documents needed for the consideration of the Request for No Review for our MRI Replacement Project here at Margaret R. Pardee Memorial Hospital. Again, thank you for your help in completing this information. I will be sending the packet in its entirety via Federal Express on Thursday morning. We look forward to hearing from you shortly.

Angela Byrd, R.T.(R)(ARRT), Assistant Director Radiology Margaret R. Pardee Memorial Hospital 800 N. Justice Street Hendersonville, NC 28791 828-696-1040, ext. 3196 angela.byrd@pardeehospital.org



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Appendix A Vendor Quote



Date: Quote #: 04-10-2015 PR3-C43234

Version#:

| Margaret R Pardee Memorial Hospital 800 N Justice St | Attn: Edna Mulenex 800 N Justice St Hendersonville | Customer Number : Quotation Expiration Date: 06-29-2015 |
|--|---|---|
| Hendersonville NC 28791-3410 | NC 28791-3410 | Quotation arphanicis and |
| This Agreement (as defined below) is by and between the Custon forth in olther lifthe Governing Agreement identified below or in it | ner and the GE Healthcare business t'GE Healthcare'l, aach as no Governing Agreement is identified, the following dacument | s identified herein. "Agreement" is defined as this Quotat'on and the terms and conditions so is: |
| 1) This Quotation that identifies the Product offerings purchased o | or Heensed by Customer; | |
| 2) The following documents, as applicable, if attached to this Qu Healthcare General Terms and Conditions. | rotation: (i) GE Heolthcare WarrantyFesî; (ii) GE Heolthcare Ad | ditional Terms and Conditions; โท้) GE Healthcare Product Terms and Conditions; and [nỷ G |
| in the event of conflict among the foregoing items, the order of pr | ecedence is as listed ahove. | |
| Healthcore. Upon acceptance, this Quotation and the related term identified in this Quotation. | ns and conditions listed above for the Governing Agreement, if | sturning this Quotolion or by otherwise providing ovidence of acceptonce satisfactory to G anyl shall constitute the complete and final agreement of the portles relating to the Product |
| No agreement or understanding, and ar written, in any way purpa agreed to in writing by authorized representatives of both parties. | | er's purchase order or shipping release forms, or elsewhere, shoil be binding unless herealte |
| By signing below, each party certifies that it has not made only ha | ndwillen modifications. | |
| Governing Agreement: | Premier | |
| Terms of Delivery: | FOB Destination | |
| Billing Terms: | 80% on Delivery/ 20% | 6 on Acceptance or First Patient Use |
| Payment Terms: | NET 30 | |
| Total Quote Net Selling Price: | \$1,560,798.08 | |
| INDICATE FORM OF PAYMENT: | | |
| | locted at the time of signature, then your | may NOT elect to seek financing with GE Healthcare Financial |
| ir GE HFS coan or GE HFS cease is NOT se Services (GE HFS) to fund this arrangement c | | may from close to been martering from 02 mercent |
| Cash/Third Party Loan | • | |
| 7 | | No. |

CE HFS Lease GE HFS Loan _Third Party Lease (please identify financing company) By signing below, each party certifies that it has not made any handwritten modifications. Manual changes or mark-ups on this Agreement (except signatures in the signature blocks and an indication in the form of payment section below) will be void, Each party has caused this agreement to be executed by its duly authorized representative as of the date set forth below. GE HEALTHCARE 04-10-2015 Floyd Ramseg Authorized, Customer Signature Date Demise Product Sales Specialist Print Name Floyd.Ramsey@med.ge.com +1 919 621 1657 Email; Phone:

Purchase Order Number (if applicable)

919-869-1618 Fox:

1/26

GE Healthcare Confidential and Proprietary General Electric Company, GE Healthcare Division



April 21, 2015

Mr. Ron McKee Margaret R Pardee Memorial Hospital 800 N Justice Street Hendersonville, NC 28791

Dear Mr. McKee:

GE Healthcare Financial Services, a component of General Electric Capital Corporation ("GEHFS"), is pleased to submit the following proposal:

Contract Description:

True lease of equipment.

Lessor:

General Electric Capital Corporation, or one or more of its affiliates and/or assigns.

Lessee:

Henderson County Hospital Corporation

Equipment Description:

Optima MR450w 1.5T with GEM

Equipment Cost:

\$1,560,798.08

Term and Rental Payment Amount:

59 payments at \$24,045.46 per month in Arrears, plus applicable taxes.

Lease Rate on

-3,76%

Equipment Cost:

Note: The lease rate and rental payment amounts have been calculated based on the Swap Rate (as defined below) and an assumption that, at the time of funding, the Swap Rate will be 1.32%. GEHFS reserves the right to adjust the lease rate and rental payment amounts if this is not the case, and/or if the lease commences after December 31, 2015, and/or for other changes in market conditions as determined by GEHFS in its sole discretion. As used herein, "Swap Rate" means the interest rate for swaps that most closely approximates the initial term of the lease as published by the Federal Reserve Board in the Federal Reserve Statistical Release H.15 entitled "Selected Interest Rates" currently available online at http://www.federalreserve.gov/releases/h15/update/ or such other nationally recognized reporting source or publication as GEHFS may specify.

Advance Rent:

\$0.00 due with signed contract. In no event shall any advance rent or advance charge or any other rent payments be refunded to Lessee. The Advance Rental will be applied as described in the lease.

Documentation Fee:

A documentation fee of \$Waived will be charged to Lessee to cover document preparation, document transmittal, credit write-ups, llen searches and llen filling fees. The documentation fee is due upon Lessee's acceptance of this proposal and is non-refundable. This fee is based on execution of our standard documents substantially in the form submitted by us. In the event significant revisions are made to our documents at your request or at the request of your legal counsel or your landlord or mortgagee or their counsel, the documentation fee will be adjusted accordingly to cover our additional costs and expenses.

Interim Rent:

If the lease commencement date is not the 1st or 15th of any calendar month (a "Payment Date"), interim rent may be assessed for the period between the lease commencement date and the Payment Date.

Required Credit Information:

- 1. Two years fiscal year end audited/un-audited financial statements and comparative interim statements; or tax returns and business plan.
- 2. Such additional information as may be required.

Proposal Expiration:

This proposal and all of its terms shall expire on May 21, 2015 if GEHFS has not received Lessee's signed acceptance hereof by such date. Subject to the preceding sentence, this proposal and all of its terms shall expire on July 31, 2015 if the lease has not commenced by such date.

The summary of proposed terms and conditions set forth in this proposal is not intended to be all-inclusive. Any terms and conditions that are not specifically addressed herein would be subject to future negotiations. Moreover, by signing the proposal, the parties acknowledge that: (I) this proposal is not a binding commitment on the part of any person to provide or arrange for financing on the terms and conditions set forth herein or otherwise; (ii) any such commitment on the part of GEHFS would be in a separate written instrument signed by GEHFS following satisfactory completion of GEHFS' due diligence, internal review and approval process (which approvals have not yet been sought or obtained); (iii) this proposal supersedes any and all discussions and understandings, written or oral between or among GEHFS and any other person as to the subject matter hereof; and (iv) GEHFS may, at any level of its approval process, decline any further consideration of the proposed financing and terminate its credit review process. Lessee hereby acknowledges and agrees that GEHFS reserves the right to syndicate (via a referral, an assignment or a participation) all or a portion of the proposed transaction to one or more banks, leasing or finance companies or financial institutions (a *Financing Party"). In the event GEHFS elects to so syndicate all or a portion of the proposed transaction (whether before or after any credit approval of the proposed transaction by GEHFS) and is unable to effect such syndication on terms satisfactory to Lessee and/or GEHFS, GEHFS may, in its discretion, decline to enter into, and/or decline any further consideration of, the proposed financing. Lessee hereby further acknowledges and agrees that, in connection with any such syndication, GEHFS may make available to one or more Financing Partles any and all information provided by or on behalf of Lessee to GEHFS (Including, without limitation, any third party credit report(s) provided to or obtained by GEHFS).

Except as required by law, neither this proposal nor its contents will be disclosed publicly or privately except to those individuals who are your officers, employees or advisors who have a need to know as a result of being involved in the proposed transaction and then only on the condition that such matters may not be further disclosed. Nothing herein is to be construed as constituting tax, accounting or legal advice by GEHFS to any person.

You hereby authorize GEHFS to file in any jurisdiction as GEHFS deems necessary any initial Uniform Commercial Code financing statements that identify the Equipment or any other assets subject to the proposed financing described herein. If for any reason the proposed transaction is not approved, upon your satisfaction in full of all obligations to GEHFS, GEHFS will cause the termination of such financing statements. You acknowledge and agree that the execution of this proposal and the filing by GEHFS of such financing statements in no way obligates GEHFS to provide the financing described herein. By signing below, you hereby consent to and authorize GEHFS to perform all background, credit, judgment, lien and other checks and searches as GEHFS deems appropriate in its sole credit judgment.

We look forward to your early review and response. If there are any questions, we would appreciate the opportunity to discuss this proposal in more detail at your earliest convenience. Please do not hesitate to contact me directly at 615-854-3687.

Sincerely yours,

Don Diffendorf

Donald Diffendorf Vice President GE Healthcare Financial Services, a component of General Electric Capital Corporation

Acknowledged and Accepted:

| (Legal Name) | |
|--------------|------|
| Ву: | |
| Title: | |
| Date: | |
| Fed. ID #: | |



Healthcare Financial Services

Orginal Lease agreement existing

October 1, 2007

Ms. Sharon Thompson Margaret R. Pardee Memorial Hospital 715 Fleming Street Hendersonville, NC 28739

Dear Sharon:

GE Healthcare Financial Services, a component of General Electric Capital Corporation ("GEHFS") is pleased to submit the following proposal:

Contract Description:

True lease of equipment.

Lessee:

Margaret R. Pardee Memorial Hospital

Equipment Description:

GE Healthcare Technologies HD 1.5T.

Financed Equipment

Cost:

\$1,553,823.00

Term and Rental Payment Amount:

59 months at \$25,215.86 per month, plus applicable taxes.

Lease Rate on Net Equipment Cost:

-1.77%

Note: The lease rate and rental payment amounts are based on an assumption that, at the time of funding, the then most recent published daily rate of the 4 year treasury will be 4.14%. If the rate fluctuates prior to funding and/or the lease commences after December 31, 2007, the rental payment amounts will be adjusted accordingly.

Early Buy Out Option:

At 53 months (after 52 payments), Lessee has the option to purchase the Equipment for \$541,519.75., plus applicable taxes. Effective rate including Early Buy Out Option is 6.52%. If the Early Buy Out Option is not exercised, the following End of Lease Options apply.

End of Lease Options:

Lessee shall purchase all (but not less than all) of the Equipment for its then fair market value, plus applicable taxes not to exceed 28% of original equipment cost, or return the Equipment to GEHFS.

Advance Payment:

\$25,215.24 due with signed contract. In no event shall any advance rent or advance charge or any other rent payments be refunded to Lessee. The Advance Rental will be applied as described in the Schedule.

Documentation Fee:

A documentation fee of will be charged to Lessee to cover document preparation, document transmittal, credit write-ups, lien searches and lien filing fees. The documentation fee is due upon Lessee's acceptance of this proposal and is non-refundable. This fee is based on execution of our standard documents substantially in the form submitted by us. In the event significant revisions are made to our documents at your request or at the request of your legal counsel or your landlord or mortgagee or their counsel, the documentation fee will be adjusted accordingly to cover our additional costs and expenses, including any and all legal fees and expenses. In the event Lessor incurs fees and expenses of outside counsel in connection with the proposed transaction, Lessee shall reimburse Lessor for such fees and expenses upon demand, regardless of whether the proposed transaction is approved or closes.

Interim Rent:

If the Lease Commencement Date is not the 1st or 15th of any calendar month (a "Payment Date"), interim rent may be assessed for the period between the Lease Commencement Date and the Payment Date (the "Interim Rent Period").

Required Credit Information:

- 1. Two years fiscal year end audited/un-audited financial statements & comparative interim statements; or tax returns & business plan.
- 2. Organizational documents (i.e. Articles of Incorporation, operating partnerships agreements, etc.).

- 3. Accounts receivable aging report (if cash basis statements are provided) as of the last fiscal year end.
- 4. Historical monthly scan, billing and collecting volumes.
- 5. Copies of contracts of arrangements supporting viability and/or letters from referral sources supporting this project (if applicable).
- 6. Additional information may be required.

Proposal Expiration:

This proposal and all of its terms shall expire on 10/30/07 if GEHFS has not received Lessee's acceptance hereof by such date.

The summary of proposed terms and conditions set forth in this proposal is not intended to be all-inclusive. Any terms and conditions that are not specifically addressed herein would be subject to future negotiations. Moreover, by signing the proposal, the parties acknowledge that: (i) this proposal is not a binding commitment on the part of any person to provide or arrange for financing on the terms and conditions set forth herein or otherwise; (ii) any such commitment on the part of GEHFS would be in a separate written instrument signed by GEHFS following satisfactory completion of GEHFS' due diligence, internal review and approval process (which approvals have not yet been sought or obtained); (iii) this proposal supersedes any and all discussions and understandings, written or oral between or among GEHFS and any other person as to the subject matter hereof; and (iv) GEHFS may, at any level of its approval process, decline any further consideration of the proposed financing and terminate its credit review process. GEHFS' standard documents will be used.

Except as required by law, neither this proposal nor its contents will be disclosed publicly or privately except to those individuals who are your officers, employees or advisors who have a need to know as a result of being involved in the proposed transaction and then only on the condition that such matters may not be further disclosed. Notwithstanding the foregoing, there is no restriction (either express or implied) on any disclosure or dissemination of the tax structure or tax aspects of the transactions contemplated by this proposal. Further, GEHFS acknowledges that it has no proprietary rights to any tax matter or tax idea or to any element of the proposal's transaction structure.

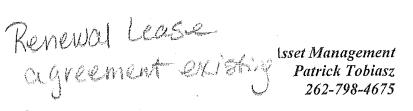
You hereby authorize GEHFS to file in any jurisdiction as GEHFS deems necessary any initial uniform commercial code financing statements that identify the Equipment or any other assets subject to the proposed financing described herein. If for any reason the proposed transaction is not approved, upon your satisfaction in full of all obligations to GEHFS, GEHFS will cause the termination of such financing statements. You acknowledge and agree that the execution of this proposal and the filing by GEHFS of such financing statements, in no way obligates GEHFS to provide the financing described herein.

We look forward to your early review and response. If there are any questions, we would appreciate the opportunity to discuss this proposal in more detail at your earliest convenience. Please do not hesitate to contact me directly at 919-943-6693.

| Sincerely yours, |
|---|
| Mark Hlavenka |
| GE Healthcare Financial Services, a component of General Electric Capital Corporation |
| Acknowledged and Accepted: |
| (Legal Name) |
| Ву: |
| Title: |
| Date: |
| E-1 15 # |

NOTICE

The Federal Equal Credit Opportunity Act prohibits creditors from discriminating against credit applicants on the basis of race, color, religion, national origin, sex, marital status, age (provided the applicant has the capacity to enter into a binding contract), because all or part of the applicant's income derives from any public assistance program, or because the applicant has in good faith exercised any right under the Consumer Credit Protection Act. The federal agency that administers compliance with this law is the Federal Trade Commission, Equal Credit Opportunity, Washington, DC 20580.





January 15, 2013

Henderson County Hospital Corp 800 N JUSTICE ST HENDERSONVILLE, NC - 28739

Œ Healthcare Financial Services ("ŒHS") is pleased to submit the following proposal:

Contract Description: True lease of equipment, account #5867374001

Equipment Description: 1.5T cXK4 HDX

End of Term Date:

May 30, 2013

End of Lease Options:

24 months at \$16, 666.67 per month, plus applicable taxes. + | W | 35 / 1791.47

Peneval Options assume that the land ** FM/Penewal Options assume that the Lessee is liable for all rents and other charges for periods prior to the Amendment 05/31/2013, plus applicable taxes and any maintenance service charges that may be applicable. Of shall have the option to Withdrawthis if all amounts

owed by Lessee to Œ have not been received promptly When due. Œ and Lessee agree that a signature affixed to any one of the originals and delivered by facsimile shall be valid, binding and enforceable.

In addition to the above you may also return the equipment to G. Please refer to your master lease agreement for a complete description of the return requirements.

Terms and Conditions: All other terms and conditions of the referenced lease contract shall continue in effect.

Documentation Fee:

\$0.00 will documentation fee of be charged to preparation, document transmittal, credit Wite-ups, lien searches and lien filing fees. The documentation fee is due upon Lessee's acceptance of this proposal and is non refundable. This fee is based on execution of our standard documents substantially in the form submitted by us.

In the event significant revisions are made to our documents at your request or at the request of your legal counsel or your landlord or mortgagee or their counsel, the documentation fee Will be adjusted accordingly to cover our additional costs and expenses.

Pequired Credit and Tax Information:

- 1. Year end audited/unaudited financial statements & comparative interim statements.
- 2. If non taxable entity, a current tax exemption certificate is due upon receipt of accepted proposal

Proposal Expiration:

This proposal and all of its terms shall expire on 01/23/2013 if QEHFs has not received Lessee's acceptance hereof by such date.

The summary of proposed terms and conditions set forth in this proposal is not intended to be all-inclusive. Any terms and conditions that are not specifically addressed herein Would be subject to future negotiations. Moreover, by signing the proposal, the parties acknowledge that: (i) this proposal is not a binding commitment on the part of any person to provide or arrange for financing on the terms and conditions set forth herein or otherwise; (ii) any such commitment on the part of GHS would be in a separate Witten instrument signed by GEH's following satisfactory completion of GEH's' due diligence, internal reviewand approval process (Which approvals have not yet been sought or obtained); (iii) this proposal supersedes any and all discussions and understandings, Witten or oral between or among GEHFS and any other person as to the subject matter hereof; and (iv) GEHFS may, at any level of its approval process, decline any further consideration of the proposed financing and terminate its credit review process. ŒHS' standard documents will be used.

Except as required by law, neither this proposal nor its contents WII be disclosed publicly or privately except to those individuals Who are your officers, employees or advisors who have a need to knowas a result of being involved in the proposed transaction and then only on the condition that such matters may not be further disclosed. NotWthstanding the foregoing, there is no restriction (either express or implied) on any disclosure or dissemination of the tax structure or tax aspects of the transactions contemplated by this proposal. Further, GEHFS acknowledges that it has no proprietary rights to any tax matter or tax idea or to any element of the proposal's transaction structure.

You hereby authorize ŒFFs to file in any jurisdiction as ŒFFs deems necessary any initial uniform commercial code financing statements that identify the Equipment or any other assets subject to the proposed financing described herein. If for any reason the proposed transaction is not approved, upon your satisfaction in full of all obligations to ŒFFS, ŒFFS will cause the termination of such financing statements. You acknowledge and agree that the execution of this proposal and the filing by ŒFFs of such financing statements, in no way obligates GHS to provide the financing described herein.

We look forward to your early reviewand response. If there are any Questions, We would appreciate the opportunity to discuss this proposal in more detail at your earliest convenience. Please do not hesitate to contact me directly at (262) 798 - 4675

| Sincerel | y yours, |
|-------------|--------------------------------------|
| By: | Patrick Tobiasz |
| Title: | Senior Portfolio Manager |
| Acknow | edged and Accepted: |
| /1 - co 1 h | Margaret R. Pardee Memorial Hospital |
| (Legal N | ame) |

| By: | 1 Tile-61 | She |
|---------|------------------------|----------------------|
| Title:_ | Chief Nursing Officer | VP Clinical Services |
| Date:_ | 3/13/13 | |
| Fed. IE |)# : 56-2084959 | |

NOTICE

The Federal Equal Credit Opportunity Act prohibits creditors from discriminating against credit applicants on the basis of race, color, religion, national origin, sex, marital status, age (provided the applicant has the capacity to enter into a binding contract), because all or part of the applicant's income derives from any public assistance program, or because the applicant has in good faith exercised any right under the Consumer Credit Protection Act. The federal agency that administers compliance Wth this lawis the Federal Trade Commission, Equal Credit Opportunity, Wishington, DC 20580.



Healthcare Financial Services

LEASE RENEWAL AMENDMENT

THIS LEASE RENEWAL AMENDMENT dated as of 03/27/2013, (this "Amendment") amends the Equipment Schedule (Contract No. 5867374-001) dated as of 01/04/2008, (the "Schedule") to the Master Lease Agreement dated as of 02/21/2006, (the "Agreement"; the Master Lease Agreement and the Schedule, as the same may have been heretofore amended or otherwise modified, are collectively referred to herein as the "Lease") by and between General Electric Capital Corporation ("Lessor") and Henderson County Hospital Corporation ("Lessee"), and which Lease covers the leasing of the Equipment listed and described below. Capitalized terms used herein without definition shall have the meanings given to such terms in the Lease.

| Number Of Units | Site | Supplier/ Manufacturer | Model, VIN #, Unit # and/or Type Of Equipment |
|--------------------|--|------------------------|--|
| 1 | Margaret R. Pardee Memorial Hospital 800 N Justice Street Hendersonville, NC 28739 | GE Healthcare | 1.5T MRI |

RECITALS

WHEREAS, the term of the Lease will expire, or has expired, on 05/30/2013; and

WHEREAS, Lessee desires to renew the Lease, and Lessor is willing to consent to such renewal, pursuant to the terms set forth herein;

NOW, THEREFORE, in consideration of the premises and the mutual covenants and agreements herein contained and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties agree as follows:

- 1. Commencing on 06/01/2013, the Lease shall be renewed for an additional period of 24 months (the "Renewal Term") on and subject to the same terms and conditions as set forth herein and in the Lease, except as otherwise expressly provided herein:
- (a) During the Renewal Term, Lessee hereby agrees to pay to Lessor rent in the amount of \$16,666.67 per month, plus applicable taxes (each, a "Monthly Payment"). Monthly Payments shall be due and payable in advance or arrears (as specified in the Lease) beginning on 06/01/2013, and on the same day of each consecutive month thereafter throughout the Renewal Term.
- (b) During the Renewal Term, the Stipulated Loss Value of the Equipment shall be equal to the sum of all future Monthly Payments due hereunder, plus the present value of Lessor's anticipated residual interest in the Equipment, each discounted to its net present value at a simple interest rate equal to four percent (4%) per annum (or if not permitted by applicable law, the lowest permitted rate).
- (c) Upon at least 90 days' written notice to Lessor prior to the expiration of the Renewal Term, so long as no default has occurred and is continuing under the Lease and the Schedule has not been earlier terminated, Lessee shall exercise one of the following options at the expiration of the Renewal Term, anything to the contrary contained in the Lease notwithstanding: (a) return all (but not less than all) of the Equipment in accordance with the terms and provisions hereof and of the Lease or (b) purchase all (but not less than all) of the Equipment on an AS-IS, WHERE-IS BASIS, without any representation or warranty of any kind, express or implied, from Lessor for cash equal to its then fair market value (plus any applicable taxes). All other purchase options or renewal options in the Lease are hereby deleted in their entirety. Should Lessee fail to make an

election as required pursuant to and in accordance with this paragraph. Lessee shall be deemed for all purposes of the Lease to have elected the option described in clause (a) above. Upon the expiration or termination of the Schedule, unless Lessee has elected and fully performed its purchase option described in this paragraph, Lessee shall, at its sole cost and expense, return the Equipment to Lessor, to a business address designated by Lessor within the Continental United States of America, in the same condition and appearance as when received by Lessee (reasonable wear and tear excepted) and in good working order and condition and otherwise in accordance with the terms and provisions of the Lease. If the term "fair market value" is defined in the Lease, such term, as used herein, shall have the meaning ascribed to it in the Lease. If the term "fair market value" is not defined in the Lease, such term, as used herein, shall mean the price that a willing buyer would pay for the Equipment in an arm's-length transaction to a willing seller under no compulsion to sell, with the Equipment being valued on a fully assembled, installed and operational basis and assumed to be in the condition in which it is required to be maintained and returned under the Lease.

- (d) If Lessee fails to return the Equipment as and when required, Lessee shall continue to remit Monthly Payments ("Remedial Payments") to Lessor on the date Monthly Payments would be payable hereunder if the Lease had not expired or terminated, and the amount of each such Remedial Payment shall equal the last full Monthly Payment. Lessor may, but shall not be obligated to, invoice Lessee for Remedial Payments at the same intervals and in the same manner as Lessor had invoiced Lessee for Monthly Payments prior to the expiration or termination of the Lease. Although Lessee is legally required to make Remedial Payments until Lessee has returned the Equipment in accordance with the Lease and this Amendment, Lessee does not have a legally enforceable option to extend or renew the Lease, nor does Lessor have a legally enforceable option to compel any such extension or renewal.
- (e) If and to the extent that this Amendment or the Schedule is deemed a security agreement, Lessee hereby gives, grants and assigns to Lessor, its successors and assigns, a security interest in all of Lessee's rights under and interest in the Equipment, the general intangibles related thereto, the accounts created thereby and all proceeds of the foregoing. Such security interest shall secure Lessee's obligations with respect to all Schedules and agreements between Lessee and Lessor.

- (f) General Electric Company shall not be obligated to provide Support during the Renewal Term.
- 2. On or prior to the date hereof and as a condition to the effectiveness of this Amendment, (i) Lessee shall pay all rents and other amounts outstanding, due and owing to Lessor as of the date hereof under the Lease, including, without limitation, any maintenance service charges that may be due and owing to Lessor and/or General Electric Company, (ii) this Amendment shall have received all necessary credit and other required approvals of Lessor and (iii) Lessor shall have received from Lessee a documentation fee in the amount of \$0.00. Subject to the satisfaction of the foregoing conditions, this Amendment shall become effective as of the date hereof upon execution hereof by duly authorized officers or representatives of the parties hereto.
- 3. Lessee hereby represents and warrants that (i) no default or event which, with the passage of time or the giving of notice or both, would constitute a default, has occurred under the Lease and (ii) all of the representations and warranties of Lessee included in the Lease are true and correct as of the date hereof.
- 4. Notwithstanding anything to the contrary in the Lease or in any other agreement between Lessor and Lessee, Lessee shall indemnify and hold Lessor, its agents, employees, successors and assigns harmless from and against any and all claims and losses, including

legal expenses, of whatsoever kind arising out of or relating to the Equipment, the Lease or this Amendment ("Claims"), including, but not limited to Claims arising out of the selection, manufacture, ownership, delivery, possession, condition, maintenance, operation or purchase of the Equipment. Lessee's obligation to pay Monthly Payments are absolute, unconditional and independent obligations not subject to abatement, diminution, suspension, deferment or reduction of, or offset against, Lessee's obligations hereunder for any reason including (i) any claims of Lessee against Lessor, or the manufacturer or seller of the Equipment, (ii) the condition, loss or destruction of the Equipment or (iii) any interference with Lessee's use of the Equipment.

- 5. This Amendment may be executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument. This Amendment may be authenticated by manual signature, facsimile or, if approved in writing by Lessor, electronic means, all of which shall be equally valid.
- 6. Except as expressly modified herein, all terms and conditions of the Lease shall remain in full force and effect. In the event of a conflict between any provisions of this Amendment and the Lease, the provisions of this Amendment shall control.
- 7. Lessee shall return a signed copy of this Amendment to GE Healthcare Financial Services, 20225 Watertower Blvd, Brockfield, WI, 53045, attn: Patrick Tobiasz.

| Lessor | : | Lessee: | |
|--------|---------------------------------|---------|----------------------------------|
| Gener | al Electric Capital Corporation | Hender | son County Hospital Corporation |
| Ву: | | Ву: | Atti a. Coli |
| Name: | | Name: | Patricia A. Ashe |
| Title: | Duly Authorized Signatory | Title: | Vice President Clinical Services |



Healthcare Financial Services

| Contract Number | FDO/Order# | Due Date |
|-----------------|-------------|--------------|
| 5867374-002 | | Upon Receipt |
| | Current Due | Total Due |
| | \$17,791.67 | \$17,791.67 |

Make checks payable and remit to: ATTENTION: Patrick Tobiasz GE Healthcare Financial Services PNC Bank Lockbox 641419 500 First Avenue First Side Center Pittsburgh, PA 15219

To ensure proper credit--detach along dotted line and return upper portion with payment. Please do not staple or fold.



Healthcare Financial Services

| Contract # | FDO/Order# | | CUSTOMER SERVICE |
|-------------|--------------|--------------|---------------------|
| 5867374-002 | | | (800) 225-7480 |
| Invoice No | Invoice Date | Due Date | Total Due |
| 5867374-002 | 03/27/2013 | Upon Receipt | \$17,791.67 |

| | | Description | Amount |
|------------|---------|-------------|-------------|
| First Paym | ent Due | | \$16,666.67 |
| Sales Tax | | | \$1,125.00 |

TOTAL

\$17,791.67

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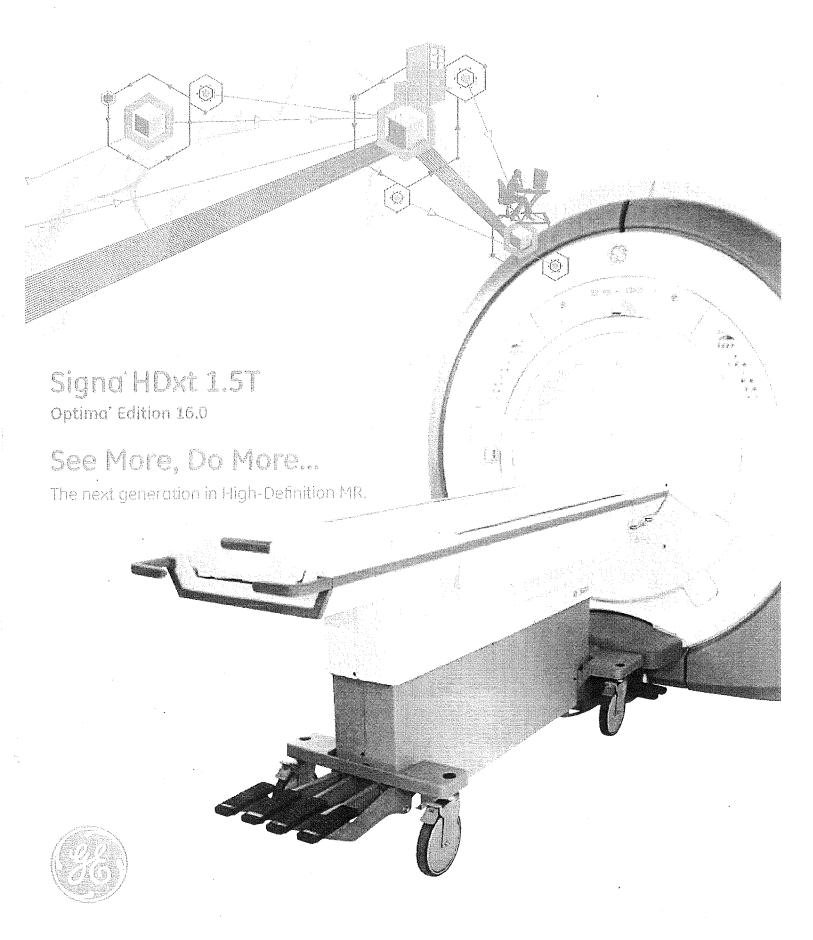
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Rev. 5/11/2004

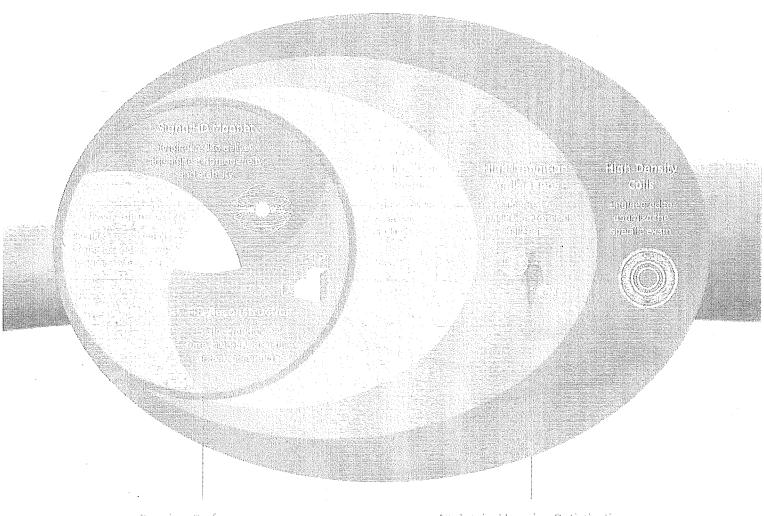
Appendix B Equipment Comparison Table and Brochures

Equipment Comparison

| MRI Imaging Procedures | | Types of Procedures New Equipment's Capable of Performing |
|---|---|---|
| | MRI Imaging Procedures | Type of Procedures Currently Performed on Existing Equipment |
| 0% | 0% | Percent of Change in Per Procedeure Operation Expenses (by Procedure) |
| 0% | 0% | Percent of Change in Patient Charges (by Procedure) |
| 365 | 365 | Number Days in Use to be Used in N.C. Per Year |
| Pardee Hospital Kayden Oupatient Center | Pardee Hospital Kayden Oupatient Center | Locations Where Operated |
| \$1,560,798.08 | N/A | Net Purchase Price of Equipment |
| \$1,560,798.08 | \$0 | Fair Market Value of Equipment |
| \$1,560,798.08 | | Total Cost of Equipment |
| \$2,030,830.08 | n/a | Total Capital Cost of Project (including construction, etc.) |
| New | New | Specify if Equipment Was/Is New or Used when Acquired |
| Capital Lease | Capital Lease | Does Provider Hold Title to Equipment or have a Capital Lease? |
| January 2016 (estimated) | 2008 | Date of Acquisition of Each Component |
| N/A | N/A | Mobile Tractor Serial Number/VIN# |
| N/A | N/A | Mobile Trailer Serial Number/VIN# |
| Fixed | Fixed | Specify if Mobile or Fixed |
| Serial Number | Serial Number | Provider's Method of Identifying Equipment |
| Unknown | R6256 | Serial Number |
| Optima MR450w 1.5T GEM-ES Silent | Signa HDXT 1.5 Inhance SW | Model Number |
| 1.5 | 1.5 | Tesla Rating for MRIs |
| GE | GE | Manufacturer of Equipment |
| MRI Scanner | MRI Scanner | Type of Equipment (List Each Component) |
| REPLACEMENT EQUIPMENT | EXISTING EQUIPMENT | |
| | | |



The Signa HDxt MR Imaging Model



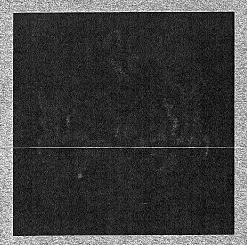
Premium Performance

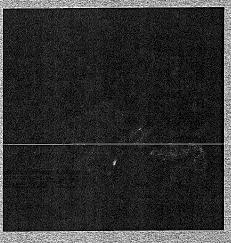
Anatomical Imaging Optimization

Siciona (e) de dia

GiE's advencements in neuro inneging continue with the delivery of Optima Edition enhancements in short, Signo HDM: 1,51.
Optima Edition is a negural for neuro







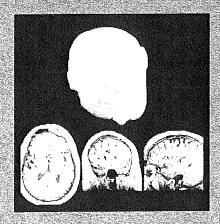
LEW Entreprised DWI

The enhanced DW stephnique supports multiple is values in one adquisition with flexible control of NEX for each bavalue. Novel diffusion techniques. "7-in-1" and "letrahedral allow applying or abignes in multiple phractions simple receipt to improve scan efficiency and signal to anoise ratio.



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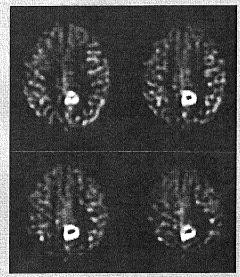
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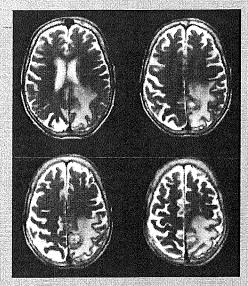
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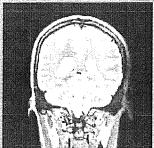




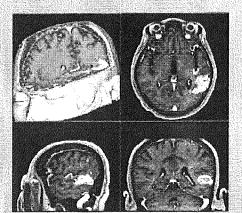
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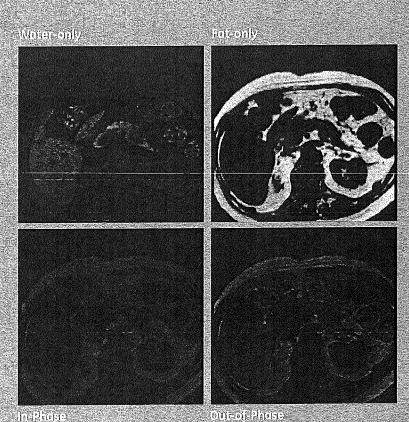
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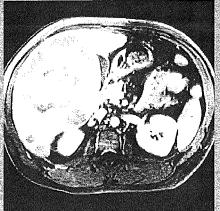
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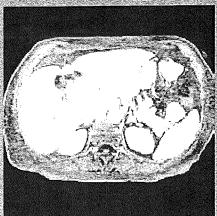
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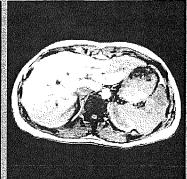


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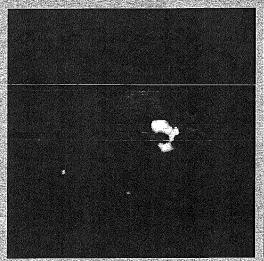
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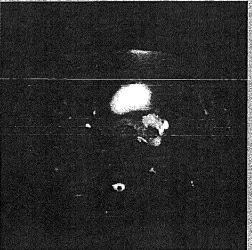


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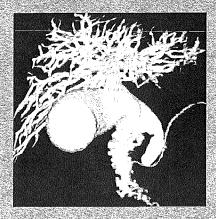
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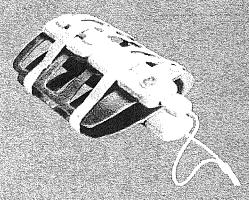
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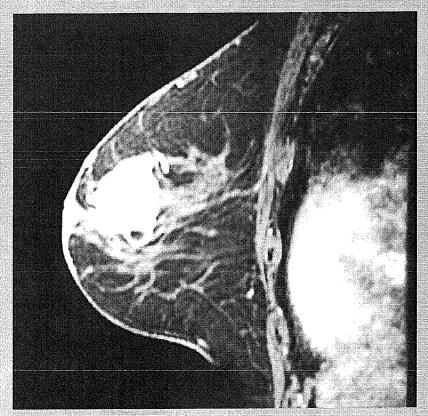
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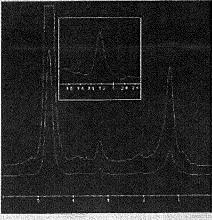
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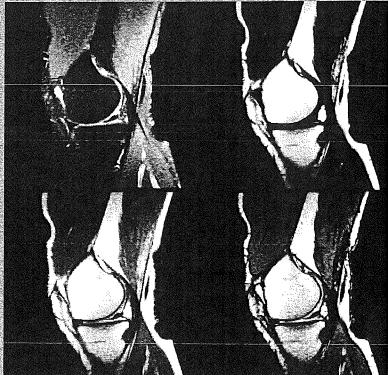
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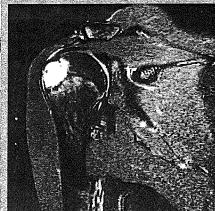


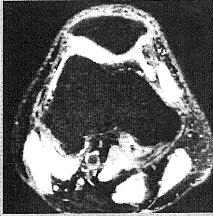


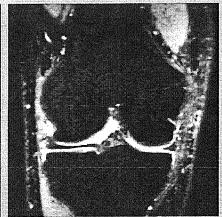
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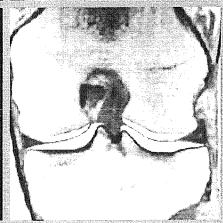






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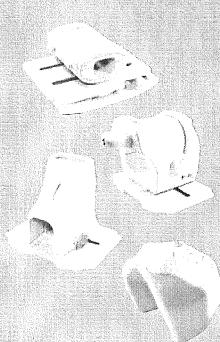
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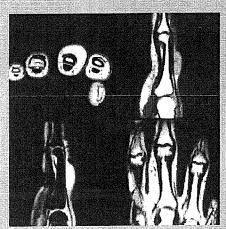
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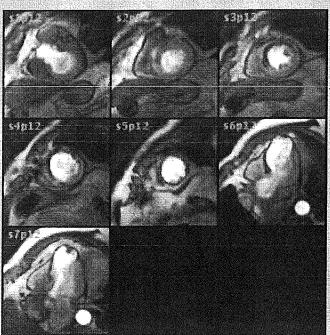






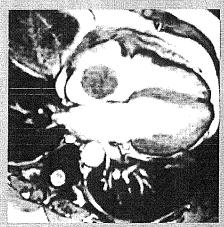
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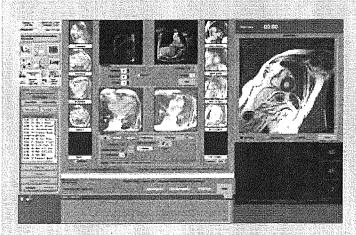


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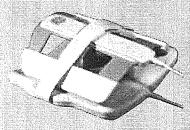


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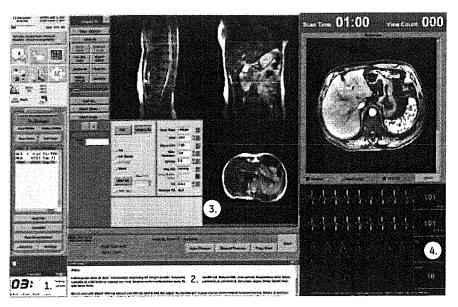
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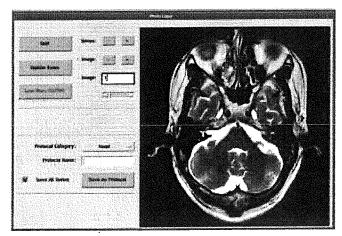
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User Interface Console & Wizard Guides



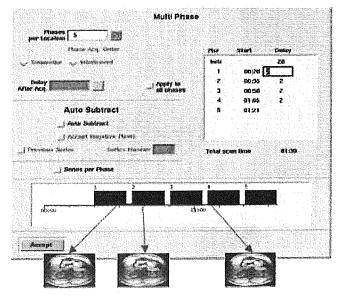
- 1. Easy access to timing screen.
- 2. Protocol notes allow you to permanently load physician preferences and protocol information to ensure imaging consistency.
- 3. Auto TR eliminates time spent finding the lowest TR depending on prescribed slices.
- 4. Gating and triggering screen is easily visualized, eliminating the need to change screens when evaluating waveforms.

ProtoCopy



- Copy a protocol after the scan has been completed
- Share between multiple-facilities or centers with a mouse click

DynaPlan



- Optimize your breast or abdomen delay times
- Subtraction, mask-phase and unique time delays are optimized for even the most unique protocols
- Preferences are permanently stored, simplifying future use

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CUTTING-EDGE MADE PRACTICAI

design. Namely the performance you only get from 1.5T with the open architecture of a 70 cm wide bore. It's cutting-edge technology fine-tuned to meet your everyday needs. Sometimes all you need is the right tool for the right job. With the Optima MR450w, we've taken the right amount of technology and combined it with the right gantry

Optical RF (OpTix)

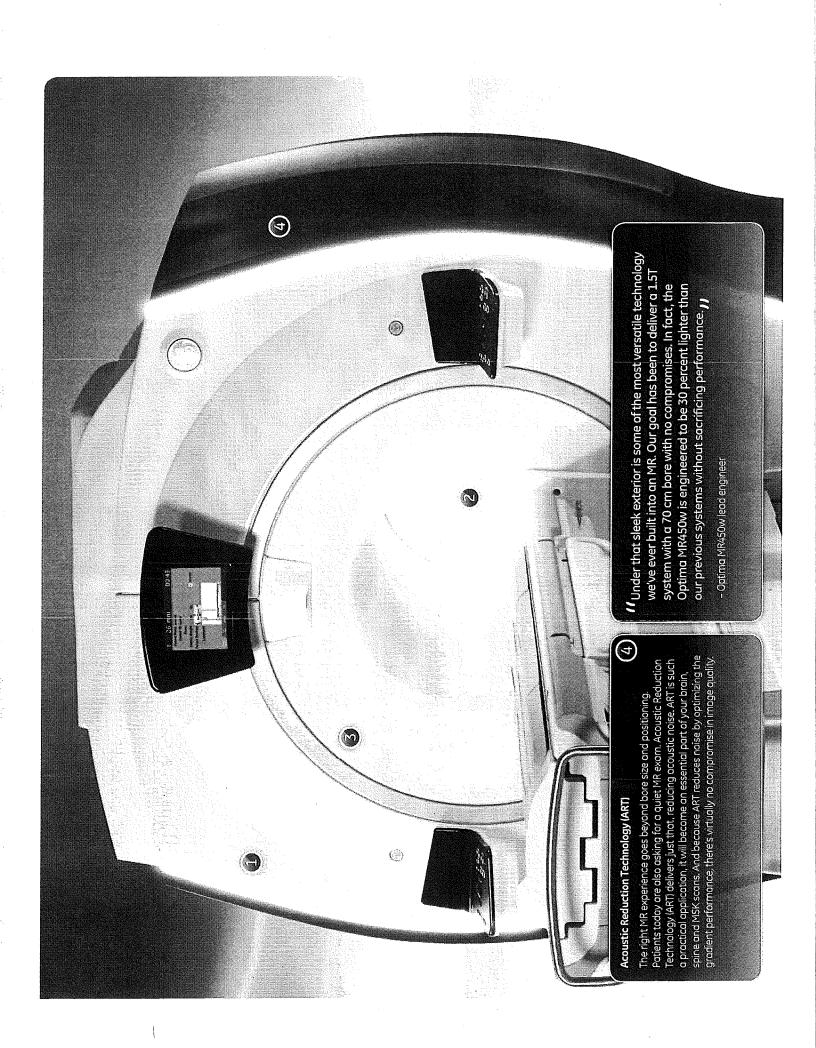
Usable FOV

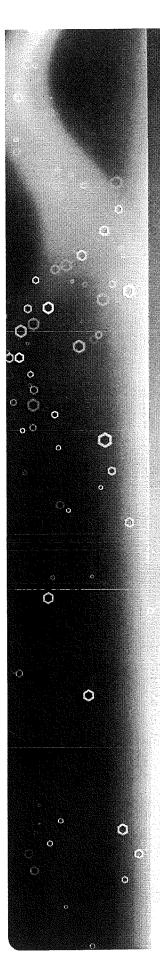
noise and signal degradation, but away from th<mark>e</mark> analog to digital-optical signal conversion where it matters – inside the scan room to minimize OpTix Optical RF offers high channel count, patient to enhance comfort and safety,

(P) Our 70 cm flored, open bore design with a large 50 \times 50 \times 50 cm field of view results from center anatomy such as a shoulder or hip, you excellent homogeneity, gradient linearity and RF uniformity. In order to properly image offneed a large, usable field of view, which the Optima MR450w delivers,

Gradients

often determine the success of demanding acquisitions like f¹4R, DTI and Fiesta. The gradient and RF body coils are water and air-cooled for optimum duty-cycle performance, short TR's and Gradient speed, accuracy and reproducibility IE's, producing shorp and clear images.





EMBRACE THE PATIENT

traditional coil design can sometimes emphasize function over comfort. And an uncomfortable, maving patient can sometimes lead to poor image quality and Coils are to MR what lenses are to a camera. They help focus the energy of MR into a clearer picture of your patients. However, no two patients are alike and time-consuming re-scans.

exam. Crafted to embrace the patient, these flexible coils make for a relaxed scan Not any more. The Geometry Embracing Method (GEM) Suite is designed to bring experience. This also makes it easier for technologists to correctly position their a new level of comfort to patients, minimizing anxiety and motion during the patients without strain or difficulty.

for all exam types, lightweight, flexible coils and a re-designed table surface that Imagine what your patients will say when you can now offer feet-first Imaging alleviates pressure points. They'll probably thank you.

comfortable exam with open, flexible coils that naturally design. With GEM Suite, patients can expect a more "We've completely changed how we think about coil follow the contours of the human body. $_{I\!I}$

- GEM Suite lead coil engineer



oosterior array supports both head-first and feet-first imaging for all anatomies and con nelp eliminate the need to reposition patier within an exam, as well as the need for coi

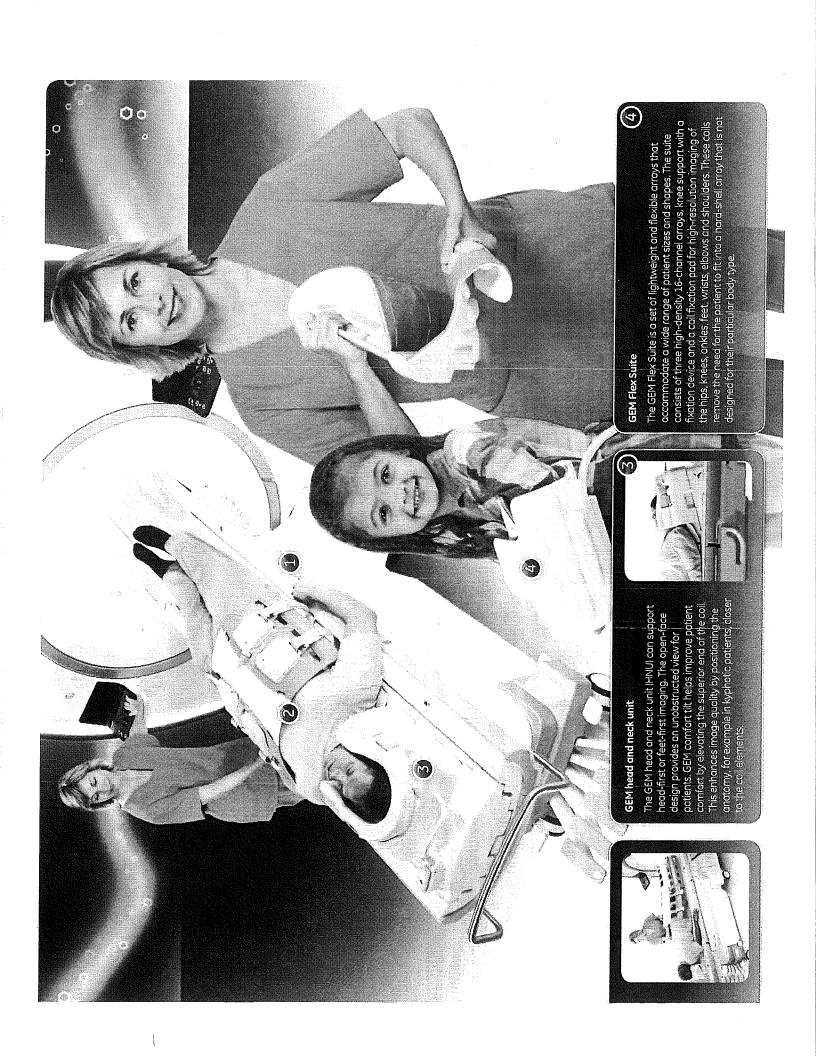
The GEM express patient table is a mob patient transport with an embed

The GEM anterior array GEM anterior array

coverage of chest, abdomen, pelvis ar thin and pre-formed to cardiac imaging. It is lic

GEM lower extremity array

awer elements to elecommodote design between the upper and The GEM lower extremity arro ower legs. The coil incorp Processors

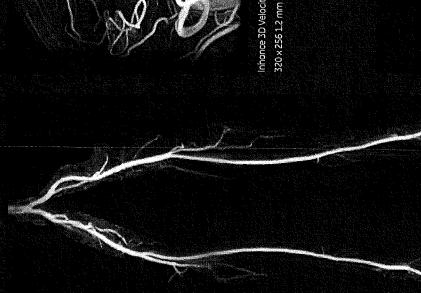


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SEE TO UNDERSTAND.

Even with the right balance of design and technology, intuitive applications are what truly drive better understanding of what you need to see. The Optima MR450w offers the latest advanced applications to help you utilize the full potential of 1.5T MR imaging.

How about acquiring contrast-quality images without using contrast? With Inhance DeltaFlow, one of the many applications available on the Optima MR450w, you can, Patients can now be evaluated without contrast injections. That's a win-win for you and the patient.



Inhance 3D Velocity



Inhance Delaflow 3 stations w/ ARC

Inhance Inflow IR 256 x 256 2 mm

NTUITIVE APPLICATIONS.

CONTRAST WITHOUT CONTRAST

Non-contrast brain perfusion. Quantitative perfusion imaging without contrast.

Inhance Inflow IR

breathing imaging of the arterial and venous vascular, such as the renal and portal vein. Consistent and reliable non-contrast, free-

extremity/peripheral vascular three-station High-resolution, rapid, non-contrast lower maging typically in less than six minutes.

Inhance 3D Velocity

High-resolution, fast, non-contrast imaging of the arterial and venous structure in the brain.

Generates up to four contrasts with high-resolution

JIBRANT Flex

suppression failures in breast imaging, even over a in just one short scan and virtually eliminates fat large FOV with irregular anatomy.

including bilateral shimming to ensure uniform Lays the foundation of breast MRI with a high I combined spatial detail and scanning speed bilateral fat saturation.

Breast Biopsy

In-room Operator Console (iROC) supports needle localization for breast biopsy.

NEURO

Cube

3D FSE-based sequence for isotropic resolution in all contrasts (T1, T2, & T2 FLAIR).

High-resolution visualization and delineation of small vessels and microbleeds,

PROPELLER

Motion-insensitive T1 FLAIR, T2, T2 FLAIR and DWI for efficient imaging of uncooperative patients.

Improves grey-white matter contrast in the spinal cord.

VUSCULOSKELETAL

PROPELLER

mprove the visualization of subtle structures such as cartilage, meniscus, ligaments and labrum, Motion-insensitive T1, T2 and PD imaging to

provides multiple contrasts from one acquisition for consistent, uniform fat suppression virtually This unique fot/water separation technique

CartiGram

A non-invasive imaging method to assess articular cartilage integrity, detect early cartilage degeneration and monitor patient progress.

A rapid 3D sequence for consistent and reliable fat saturation in one breath hold. LAVA Flex

MRCP (MR cholangiography)

High-resolution reliable visualization of the biliory

Motion-insensitive, free-breathing T2 abdominal PROPELLER

imaging.

Perform whole body imaging without repositioning the patient or coils. Whole Body w/ GEM Suite

MR-Touch

Non-invasive measure of liver stiffness.

Ability to visualize pathology and measure ADC values in a single breath hold in the liver and

This is what just one MR expert felt when they saw the Optima MR450w for the first time. It exemplifies our goal to design an MR with as much emotion as technical prowess. This approach has led us to develop one of the most patient and user-friendly MR systems we've ever built.

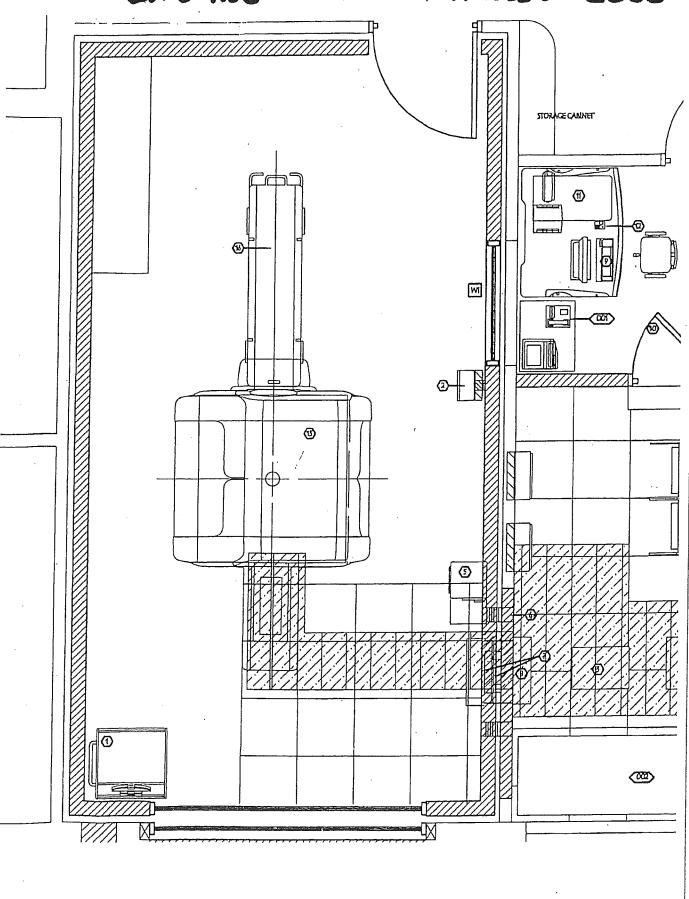
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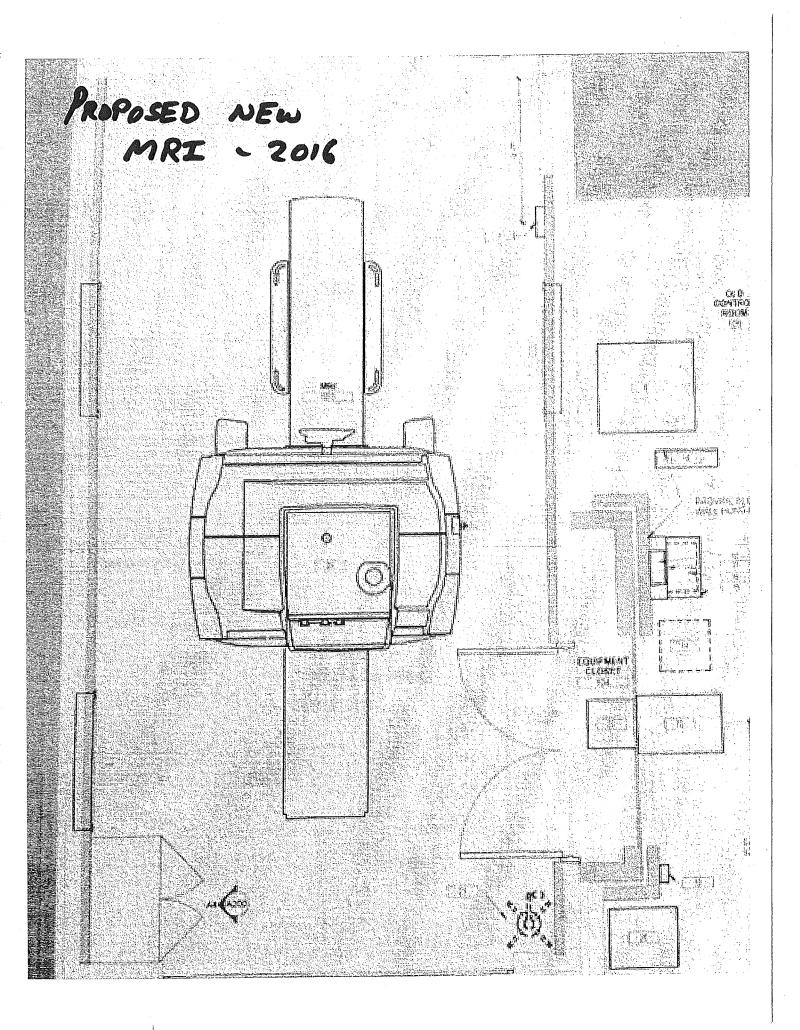
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WHAT WILL YOU FEEL WHEN YOU SEE IT FOR THE FIRST TIME?

Appendix C Current and Proposed Drawings

EXISTING MRI - INSTALLED 2008





Appendix D Capital Cost Sheet

Proposed Total Capital Cost of Project

| Construction (See Attached Quote) | \$234,309.00 |
|---------------------------------------|----------------|
| DHSR Fee | \$2,000.00 |
| A/E Fee | \$52,000.00 |
| Controls/Fire Alarm | \$9,223.00 |
| Vibration Analysis Quote | \$3,500.00 |
| Construction Contingency | \$25,000.00 |
| Mobile Rental (\$1200/day x 120 days) | \$144,000.00 |
| Total Construction Est. | \$470,032.00 |
| | |
| Equiment Lease | \$1,560,798.08 |
| Total Construction Estimate | \$470,032.00 |
| Total Project Cost Estimate | \$2,030,830.08 |

Margaret R, Pardee Memorial Hospital MRI Replacement Hendersonville, NC

Project No. 2773-00

| SECTION | 00 42 | 00 - | FORM | OF | PRO | OPC | SAL |
|---------|-------|------|------|----|-----|-----|-----|
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| PROPOSAL SUE | BMITTED BY: CAM | ERON CONSTRUCTION, INC. | |
|--|--|---|--|
| ADDRESS: | <u>P.O</u> | . BOX 15120 | |
| | GRE | ENVILLE, SC 29610 | |
| | | page - 14-14-14-14-14-14-14-14-14-14-14-14-14-1 | |
| TELEPHONE NO | • | (_864) <u>294-9455</u> | |
| LICENSE NO. | : | 51645 | - |
| TO: | Mace Huggins Margaret R. Parde 800 N. Justice Str Hendersonville, N | | |
| Supplementary Instant and having examination thereto, hereby pro | structions to Bidders ned the site of the w poses to furnish all | compared, and familiarized himself with the and the Bid Documents as prepared by ork and familiarized himself with all condiguate material, labor, equipment, services, and ocuments for the Project entitled: | Wright McGraw Beyer Architects, Inc., tions and requirements pertaining |
| | | Margaret R. Pardee Memorial Hospita MRI Replacement Hendersonville, NC | 1 |
| for the sum of: | | | |
| BASE BID: GENE | RALCONTRACT - | (including taxes) | |
| Two Hundred Thin | ty Four Thousand | Three Hundred Nine Dollars No Cent | 234,309.00 (\$). |
| including taxes. O engineering items a considered as part the purpose of info added item. Provid additional documen | nly specified items are not to be includ- of the award proces mation to show pro e a lump sum amou atation attached. Th | be based on the lowest bona fide Base Bi are to be included in the base bid. Volunta ed in the base bid nor as part of any speci ss. The voluntary alternates and voluntary posed substitutions that may be used by int for each voluntary alternate and volunt e below Estimated Tax Amount is for informe sum of Base Bid, accepted Alternates, a | ary alternates and voluntary value fied alternates and will not be value engineering items are only for the owner as a cost savings or value ary value engineering items with any rmation in determining the Contract |
| Allowance for Estin | nated Tax Amount o | on Base Bid: Thousand Dollars | (\$ <u>1,000,00</u>). |
| Allowance for Estin | nated Permit Fees i | ncluded in Base Bid: Twenty Five Hundred | <u>d Dollars</u> (\$2,500.00). |
| The undersigned fu and shall achieve 5 days. | rther proposes to יוי Substantial Complet | ndertake work on the Date of .Commencemion of the entire Work withIn not more tha | nent as established in the Agreement n_120calendar |
| Alternate No. 1 the | (INSERT DESCRIF | TION). | |
| Add (including taxe | s): N/A | · | (\$ |

| Margaret R. Pardee Memorial Hospital MRI Replacement. Hendersonville, NC | Project No. 2773-00 |
|---|--|
| Voluntary Alternates and Value Engineering Items: N/A | <u> </u> |
| | |
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| | |
| The undersigned acknowledges that he has received and reviewed the them into account in the preparation of this proposal. | e below enumerated addenda and has taken |
| Addendum No.1 dated 12/01/15 | |
| Addendum No. 2 dated 12/10/15 | |
| Addendum No. 3 dated 12/18/15 | |
| The undersigned proposes to utilize the following subcontractors : | |
| Electrical Contractor Emory Electric | |
| Mechanical Contractor Greenville Mechanical ———————————————————————————————————— | |
| Plumbing Contractor Southern Mechanical | |
| Drywall Contractor Carolina Acoustical | |
| Flooring Contractor | |
| Millwork Contractor Satterfield Woodworking | |
| Respectfully submitted this 23 day of <u>December 2015</u> | |
| By: CAMERON CONSTRUCTION, INC. | |
| | |
| By: | |
| Michael S. Mason, PRESIDENT Title: (Owner, Partner, or Corp. Pres. or Vice-Pres. Only). | The Surveyor |
| WITNESS: | |
| | |
| (Proprietorship or Partnership) | |
| AITEST: | |
| BY: | |
| TITLE: -PROS. | |
| (Corp. Sec, or Assist, Sec. Only) (CORPORA | TE SEAL) |

FORM OF PROPOSAL

11-23-15

00 42 00 - 2

Cameron

For Base Bid Only, CSI Cost Breakdown (including Overhead and Profit)

| Division 1: | General Requirements | 40,661 | |
|---------------|----------------------------|----------|-----|
| Division 2; | Site Work | 3,600 | |
| Division 3: | Concrete | 1,831 |) (|
| Division 4: | Masonry | -0- | |
| Division 5: | Metals | -0- | |
| · Division 6; | Wood & Plastics | 8,561 | |
| Division 7: | Thermal & Moisture | 875 | |
| Division 8: | Doors & Windows | 5,248 | |
| Division 9; | Finishes | 13,175 | |
| Division 10: | Specialties | -0- | |
| Division 11: | Equipment | -0- | |
| Division 12: | Furnishings | -6- | |
| Division 13: | Special Construction | 34,254 | |
| Division 14: | Conveying Equipment | -0- | |
| Division 20: | Basic Mechanical | <u> </u> | |
| Division 21: | Fire Suppression | 21,823 | |
| Division 22: | Plumbing | 9,293 | |
| Division 23: | Heating, Ventilating & AJC | 42,093 | |
| Division 26: | Electrical | 52,895 | |
| Division 27: | Communications | <u> </u> | |
| Division 28: | Electronic Safety | -0 | |
| Division 31: | Earthwork | <u> </u> | |
| Division 32; | Exterior Improvements | -0- | |
| Division 33: | Utilitles | -0- | |

END OF SECTION

234,309

Appendix E Existing Equipment Removal Letter



November 4, 2015

Mr. Ron McKee Director of Radiology Margaret Pardee Hospital 800 N. Justice Street Hendersonville, NC 28791

Dear Mr. McKee:

This letter is to inform you that GE Healthcare will be removing the GE 1.5T MRI (leased) from Margaret Pardee Hospital and will be replacing it with a GE MR 450W. GE will be removing the current system from Margaret Pardee and the system will be returned to GE Healthcare.

Thank you,

John Donovan Client Executive GE Healthcare

864-415-3886

Appendix F Response to Required Questions

Responses to Required Questions

1. A comparison of the existing and replacement equipment, using the format in the attached table. <u>Note</u>: If the manufacturer's model and serial numbers for the existing equipment are not provided, the exemption request will not be processed until the numbers are provided.

See equipment comparison table in Appendix B

2. A description of the basic technology and functions of the existing and replacement equipment, including diagnostic and treatment purposes for with the equipment is used or capable of being used.

Magnetic resonance imaging (MRI) is a test that uses a magnetic field and pulses of radio wave energy to make pictures of organs and structures inside the body. In many cases MRI gives different information about structures in the body than can be seen with an X-ray, ultrasound or computed tomography (CT) scan. MRI also may show problems that cannot be seen with other imaging methods. MRI is used to find problems such as tumors, bleeding, injury, blood vessel diseases or infection.

3. Brochures or letters from the vendor describing the capabilities of the existing equipment and the replacement equipment.

See Appendix B for brochures of the existing equipment and the replacement unit.

4. A copy of the purchase order for the existing equipment, including all components and original purchase price.

The original purchase order for the existing equipment no longer exists. See Appendix A for renewal of current lease agreement.

5. A copy of the title, if any, for the existing equipment or the capital lease for the existing equipment.

See Appendix A for renewal of current lease agreement.

6. If the replacement equipment is to be leased a copy of the proposed capital lease that transfers substantially all the benefits and risks inherent to the ownership of the equipment to the lessee of the equipment, in accordance with the criteria in Generally Accepted Accounting Principles (GAAP).

See Appendix A for proposed capital lease agreement.

7. If the replacement equipment is to be purchased, a copy of the proposed purchase order or quotation, including the amount of the purchase price before discounts and trade-in allowance.

N/A-See Appendix A, Replacement equipment is a capital lease

8. A letter from the person taking possession of the existing equipment that acknowledges the existing equipment will be permanently removed from North Carolina, will no longer be exempt from requirements of the North Carolina Certificate of Need law, and will not be used in North Carolina without first obtaining a certificate of need.

See Appendix E for documentation showing the existing equipment will be permanently removed from North Carolina, will no longer be exempt from requirements of the North Carolina Certificate of Need law, and will not be used in North Carolina without first obtaining a certificate of need.

9. Documentation that the existing equipment is currently in use and has not been taken out of service.

The existing equipment is currently in service and is being used to perform MRI scans on patients that need them. The unit is outdated, at the end of its useful life, and needs to be replaced.