

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

June 17, 2014

William S. Transou
MedSouth Healthcare Hemby, LLC
2317 Summerlake Road
Charlotte, North Carolina 28226

No Review

Facility or Business: MedSouth Healthcare Hemby, LLC
Project Description: Acquire physician office building
County: Pitt
FID #: 061341

Dear Mr. Transou:

The Certificate of Need Section (CON Section) received your letter of May 16, 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.

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 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.



Certificate of Need Section

www.ncdhhs.gov

Telephone: 919-855-3873 • Fax: 919-733-8139

Location: Edgerton Building • 809 Ruggles Drive • Raleigh, NC 27603

Mailing Address: 2704 Mail Service Center • Raleigh, NC 27699-2704

An Equal Opportunity/ Affirmative Action Employer



William S. Transou

June 17, 2014


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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: Medical Facilities Planning Branch, DHSR



Jane



May 16, 2014

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

RE: Notice of Exemption for the Purchase of a Physician's Office Building

Dear Ms. Rhoe-Jones:

Pursuant to N.C. Gen. Stat. 131E-184(a) (9), this letter is to provide you with written notice of the acquisition of a physician office building located at 2210 Hemby Lane, Greenville, NC 27834.

On October 16, 2013 WST Realty Corporation, later assigned to MedSouth Healthcare Hemby, LLC, signed a purchase contract to buy the physician's office building at 2210 Hemby Lane, Greenville, NC from Investment Company of Carolina, LLC (ICC). The purchase contract includes all real property and other improvements located at 2210 Hemby Lane, Greenville, NC. The building is approximately 19,450 square feet and includes five medical tenants. One of the five tenants is Gastroenterology East Endoscopy Center, a licensed endoscopy center owned and operated by Gastroenterology East, P.A (FID #: 061341; License #: AS0117). The purchase contract specifically excludes the purchase of the Certificate of Need for the licensed endoscopy center, but does recognize that the Certificate of Need is specific to the address referenced. There will be no new institutional health services offered or developed in the building as a result of the sale.

MedSouth Healthcare Hemby, LLC consummated settlement on the property on May 16, 2014. We would appreciate written confirmation from you that this property is exempt under N. C. Gen. Stat. 131E-184 (a) (9). Should you have any questions or need any further information, please don't hesitate to contact us.

Should you have any questions, please feel free to contact me at your convenience.

Sincerely,

A handwritten signature in black ink, appearing to read "William S. Transou", with a long horizontal flourish extending to the right.

William S. Transou

MedSouth Healthcare Hemby, LLC

MedSouth Sterling Fox III, LLC, Manager

c/o MedSouth Healthcare Properties, LLC

2317 Summerlake Road

Charlotte, NC 28226

Phone: (704) 577-2076

Email: bill@medsouthhcp.com

Cc: Dr. Jack Cecil Cole – Investment Company of Carolina, LLC