

STATE OF CONNECTICUT

DEPARTMENT OF PUBLIC HEALTH Office of Health Care Access

April 12, 2010

VIA FACSIMILE ONLY

Harry Evert Vice President Middlesex Hospital 28 Crescent Street Middletown, CT 06457

Re:

Certificate of Need Exemption Report Number 10-31584-EXM

Middlesex Hospital

Acquisition of building/land in Middletown

Dear Mr. Evert:

On March 31, and April 8, 2010, the Office of Health Care Access ("OHCA") received Middlesex Hospital's ("Hospital') completed Certificate of Need ("CON") Exemption request for the acquisition of a building and a parcel of land in Middletown, with an associated capital expenditure of \$8,625,000.

OHCA has reviewed the information contained in your proposal in light of Section 19a-639a(e) of the Connecticut General Statutes, and makes the following findings:

- 1. Middlesex Hospital is an acute care hospital located at 28 Crescent Street, Middletown, Connecticut. The Hospital is a health care facility or institution as defined by Section 19a-630 of the Connecticut General Statutes ("C.G.S.").
- 2. The Hospital is proposing to acquire the property at 530 Saybrook Road (The Middlesex Surgical Center) and 14.29 acres of land located at 520-560 Saybrook Road, Middletown.
- 3. The Hospital, as tenant, currently leases certain land at 534 and 536 Saybrook Road, Middletown from Kalmar Realty Associates.
- 4. The Hospital, as tenant, currently leases the entire building, improvements and leasehold rights at 530 Saybrook Road, Middletown from Middlesex Surgical Center Shell Joint Venture.

- 5. Kalmar Realty Associates is marketing all of its right, title and interest, including, without limitation, all leasehold rights, easements, and rights of way, in certain real estate comprised of approximately 14.29 acres of land located at 520-560 Saybrook Road, Middletown.
- 6. Middlesex Surgical Center Shell Joint Venture is marketing all of its right, title and interest including, without limitation, the building, improvements and leasehold rights in certain real estate known as 530 Saybrook Road, Middletown.
- 7. The Hospital, as tenant, currently leases both properties and is now acquiring the fee title to the underlying land at both properties. No construction or alterations to the properties are being proposed as part of the acquisition and the services will remain unchanged.
- 8. The total capital expenditure associated with the proposal is \$8,625,000.

Based on the above findings, OHCA has determined that Middlesex Hospital's proposal for the acquisition of the property at 530 Saybrook Road (Middlesex Surgical Center) and 14.29 acres of land located at 520-560 Saybrook Road, Middletown, with a total capital expenditure of \$8,625,000, meets the exemption requirements of Section 19a-639a(e) of the Connecticut General Statutes, and therefore, is exempt from OHCA's CON process.

Thank you for keeping OHCA informed of your plans regarding this proposal. If you have any questions regarding the above, please contact Paolo Fiducia, Associate Health Care Analyst, at (860) 418-7001.

Sincerely

Cristine A./Vogel

Commissioner

CAV:pf