



STATE OF ILLINOIS
HEALTH FACILITIES AND SERVICES REVIEW BOARD

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| DOCKET ITEM: C-01 | BOARD MEETING: January 15, 2019 | EXEMPTION NUMBER: E-061-18 |
| EXEMPTION APPLICANT(S): Glenview 2551 Medical Properties, LLC, KAREP V MO REIT, LLC, auG Five, L.P., and Titan Sub Five, Inc. | | |
| FACILITY NAME and LOCATION: Glen Endoscopy Center, LLC, Glenview, Illinois | | |

STATE BOARD STAFF REPORT
CHANGE OF OWNERSHIP EXEMPTION REQUEST
(Real Estate Only)

I. The Exemption Application

The Applicants (Glenview 2551 Medical Properties, LLC, KAREP V MO REIT, LLC, auG Five, L.P., and Titan Sub Five, Inc.) propose a change of ownership of the physical plant housing a health care facility. The health care facility is Glen Endoscopy Center, LLC a single specialty ASTC located at 2551 Compass Road, Suite 115, Glenview, Illinois.

auG Five, L.P. and auG Five-A L.P. (an affiliate of auG Five, L.P.) have executed a purchase and sale agreement to sell the property (real estate) to Glenview 2551 Medical Properties, LLC. Glen Endoscopy Center, LLC (license holder) leases approximately 7,953 square feet of the building. At the completion of the transaction the licensee and operating entity will be Glen Endoscopy Center, LLC and the owner of the site will be Glenview 2551 Medical Properties, LLC. This transaction is considered a change of ownership of the physical plant with no change in the operating entity/licensee. The fair market value of the transaction is \$2,261,567. The anticipated project completion date is January 15, 2019.

II. Applicable Rules

The Illinois Health Facilities Planning Act defines a change of ownership as

“ . . . a change in the person who has ownership or control of a health care facility’s physical plant and capital assets. A change in ownership is indicated by the following transactions: sale, transfer, acquisition, lease, change of sponsorship or other means of transferring control.”

The State Board’s rule (77 IAC 1130.500 & 77 ILAC 1130.520) specifies the requirements necessary for a change of ownership exemption application to be filed with the State Board. The State Board may, by rule, delegate authority to the Chairman to grant permits or exemptions when applications meet all of the State Board's review criteria and are unopposed [20 ILCS 3960/5].

An exemption shall be approved when information required by the Board by rule is submitted [20 ILCS 3960/6].

The State Board Staff Notes: No support or opposition letters were submitted and there was no request for a public hearing. All of the requirements of the State Board have been met.



STATE BOARD STAFF FINDS THE EXEMPTION FOR CHANGE OF OWNERSHIP IN CONFORMANCE WITH CRITERIA (77 ILAC 1130.500 & 77 ILAC 1130.520)



E-061-18 Glen Endoscopy Center - Glenview

