



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

May 11, 2105

Robert A. Leandro
Parker Poe Adams & Bernstein LLP
301 Fayetteville Street, Suite 1400
Raleigh, NC 27601

Exempt from Review – Acquisition of Facility

Facility: Cornerstone Living Center of Winston Salem
Type of Facility: Adult Care Home
Acquisition by: Integrity-Winston-Salem 01, LLC
County: Forsyth
FID #: 920217

Dear Mr. Leandro:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) determined that based on your letter of May 7, 2015, the above referenced proposal is exempt from certificate of need review in accordance with G.S 131E-184(a)(8). Therefore, Integrity-Winston-Salem 01, LLC may proceed to acquire the above referenced health service facility without first obtaining a certificate of need. However, you need to contact the Agency’s Adult Care Licensure Section to obtain instructions for changing ownership of the existing facility. Note that pursuant to G.S. 131E-181(b): “A recipient of a certificate of need, or any person who may subsequently acquire, in any manner whatsoever permitted by law, the service for which that certificate of need was issued, is required to materially comply with the representations made in its application for that certificate of need.”

It should be noted that this 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 Agency and a separate determination. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Celia C. Inman
Project Analyst

Martha J. Frisone,
Assistant Chief, Certificate of Need

cc: Construction Section, DHSR
Adult Care Licensure Section, DHSR
Assistant Chief, Healthcare Planning



Healthcare Planning and Certificate of Need Section

www.ncdhhs.gov

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

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

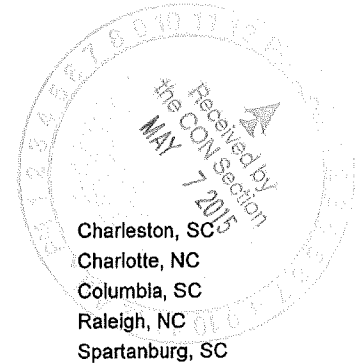
Mailing Address: 2704 Mail Service Center •Raleigh, NC 27699-2704

An Equal Opportunity/ Affirmative Action Employer





Robert A. Leandro
Partner
Telephone: 919.835.4636
Direct Fax: 919.835.4614
robbleandro@parkerpoe.com



May 6, 2015

VIA U.S. AND ELECTRONIC MAIL

Martha Frisone
Assistant Chief
Healthcare Planning and Certificate of Need Section
North Carolina Department of Health and Human Services
2704 Mail Service Center
Raleigh, NC 27699-2704
Martha.Frisone@dhhs.nc.gov

Re: Request for No Review Determination

Dear Ms. Frisone:

This letter is intended to provide notice to the Certificate of Need Section ("CON") that Integrity-Winston-Salem 01, LLC is planning to acquire the adult care home licensed as Cornerstone Living Center of Winston Salem (HAL-034-091) which is located at 2900 Reynolds Park Road, Winston-Salem, NC 27107.

Integrity-Winston-Salem 01, LLC intends to acquire this facility through an asset contribution and expects that this transaction will close no earlier than May 29, 2015. Integrity-Winston-Salem 01, LLC requests that the CON Section confirm that this application is not subject to CON review under N.C. Gen. Stat. § 131E-1848A and issue a written determination so that the change of ownership may proceed without review.

I greatly appreciate your attention to this matter. Please call me if you have any questions.

Sincerely,

Robert A. Leandro

PPAB 2795268v1