



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

Pat McCrory
Governor

Richard O. Brajer
Secretary DHHS

Mark Payne, Director
Health Service Regulation

November 23, 2016

James C. Wrenn, Jr.
P.O. Box 247
Oxford, NC 27565

Exempt from Review – Acquisition of Facility

Record #: 2098
Facility Name: Clinton House
Type of Facility: Adult care home
FID #: 920542
Acquisition by: Preferred Health North Carolina, LLC
Business #: 2517
County: Sampson

Dear Mr. Wrenn:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) determined that based on your letter of November 21, 2016, the above referenced proposal is exempt from certificate of need review in accordance with G.S 131E-184(a)(8). Therefore, Preferred Health North Carolina, 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 Acute and Home Care Licensure and Certification 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,

Tanya S. Rupp
Project Analyst

Martha J. Frisone
Assistant Chief, Certificate of Need

cc: Acute and Home Care Licensure and Certification Section, DHSR
Paige Bennett, Assistant Chief, Healthcare Planning, DHSR



Healthcare Planning and Certificate of Need Section

www.ncdhhs.gov

Telephone: 919-855-3873 • Fax: 919-715-4413

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

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

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LAW OFFICES OF
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William L. Hopper, of Counsel

November 18, 2016

TELEPHONE: 919-693-8161
FACSIMILE: 919-693-9938
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Ms. Martha Frisone
Assistant Section Chief
NC Division of Health Service Regulation
Healthcare Planning and Certificate of Need Section
809 Ruggles Drive
Raleigh, NC 27603
martha.frisone@dhhs.nc.gov

NR 2098
BWS 2517

Via overnight delivery and email

Dear Ms. Frisone:

I am assisting Preferred Health North Carolina, LLC with certain licensure matters related to the acquisition of a 60 bed adult care home known as "Clinton House" (license number HAL-082-018). Clinton House is currently operated by Clinton Health Holdings, LLC and the real property upon which it is located is owned by AA Holdings-Clinton, LLC. After the proposed transaction, Preferred Health North Carolina, LLC will both own the real property and operate Clinton House. Pursuant to G.S. §131D-184(a)(8), I understand that this transaction is exempt from review and, as a result, we request that you confirm that understanding by providing us with a "no review" letter.

As always, thank you for your assistance.

Sincerely,

James C. Wrenn, Jr.

Cc: Andrew Hendry (via e-mail only)
James Demasi (via e-mail only)
David Dufault (via e-mail only)
John-Paul Schick (via e-mail only)
John Woodman (via e-mail only)
David DuFault (via e-mail only)
Cliff Hester (via e-mail only)
Kim Randolph (via e-mail only)

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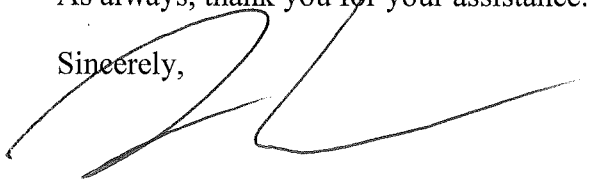
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