



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

December 12, 2014

Phyllis G. Adams
2723 South State Street, Suite 400
Ann Arbor, MI 48104

Exempt from Review

Facility or Business: See Attachment A

Project Description: Change in owner of certain real property for the facilities listed in Attachment A

County: See Attachment A

FID #: See Attachment A

Dear Ms. Adams:

In response to your letter of November 5, 2014, the above referenced proposal is exempt from certificate of need review in accordance with G.S 131E-184(a)(8). Therefore, you may proceed to offer, develop, or establish the above referenced project without a certificate of need.

However, you need to contact the Construction Section, Adult Care Licensure Section, and Nursing Home Licensure and Certification Section of the Division of Health Service Regulation to determine if they have any requirements for development of the proposed project.

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



Phyllis G. Adams
December 12, 2014
Page 2

If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,



Julie Halatek
Project Analyst

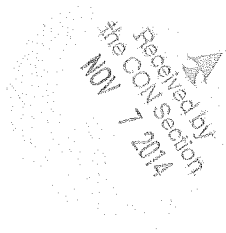


Martha J. Frisone, Interim Chief
Certificate of Need Section

cc: Medical Facilities Planning Branch, DHSR
Construction Section, DHSR
Nursing Home Licensure and Certification Section, DHSR
Adult Care Licensure Section, DHSR

Attachment A
Laurel Health Care Company

<u>Facility Name</u>	<u>FID #</u>	<u>Facility Operator</u>	<u>Facility Type</u>	<u>County</u>
The Laurels of Salisbury	953441	Oak Health Care Investors of Salisbury Inc	Skilled Nursing Facility/Adult Care Home	Rowan
The Laurels of Summit Ridge	923279	The Laurels of Summit Inn Inc	Skilled Nursing Facility/Adult Care Home	Buncombe
The Laurels of GreenTree Ridge	923203	The Laurels of GreenTree Ridge Inc	Skilled Nursing Facility/Adult Care Home	Buncombe
The Laurels of Forest Glenn	923173	Oak Health Care Investors of North Carolina Inc	Skilled Nursing Facility/Adult Care Home	Wake
The Laurels of Chatham	923099	Laurel Health Care Company of Chatham NC Inc	Skilled Nursing Facility	Chatham
The Laurels of Hendersonville	923081	Laurel Health Care Company of North Carolina Inc	Skilled Nursing Facility/Adult Care Home	Henderson



Dykema Gossett PLLC
2723 South State Street
Suite 400
Ann Arbor, MI 48104
WWW.DYKEMA.COM

Tel: (734) 214-7660
Fax: (734) 214-7696

Phyllis G. Adams

Direct Dial: (734) 214-7664
Direct Fax: (855) 264-1085
Email: PDAAdams@dykema.com

November 5, 2014

Via FedEx Overnight Delivery

Beverly Speroff
North Carolina Division of
Health Service Regulation
2711 Mail Service Center
Raleigh, NC 27699-2711

Martha Frisone
North Carolina Division of
Health Service Regulation
2704 Mail Service Center
Raleigh, NC 27699-2704

Megan Lamphere
North Carolina Division of
Health Service Regulation
Adult Care Licensure Section
2708 Mail Service Center
Raleigh, NC 27699-2708

Re: Laurel Health Care Company

Ms. Speroff, Ms. Frisone and Ms. Lamphere:

Dykema Gossett represents Laurel Health Care Company, from time to time, with respect to regulatory issues involving its licensed nursing home and assisted living facilities. Enclosed please find a notice letter from Ray Schmick, Corporate Secretary of each Laurel facility identified in the enclosed letters. The letter advises you of a third party transaction that, if consummated, will result in a change to the real property owner of the respective Laurel facility or facilities. As indicated in the letter, this is a third-party transaction that will have no effect on the ownership or control of the licensed facility or facilities.

Please note that Laurel will be responsible for updating any ownership or control interest information with respect to Medicare or Medicaid participation. Although the State Medicaid agency is a carbon copy recipient of the notice letter, Laurel will utilize Medicaid enrollment data bases and electronic enrollment systems, as appropriate, to submit any required updates to information on file for Medicaid participation purposes.

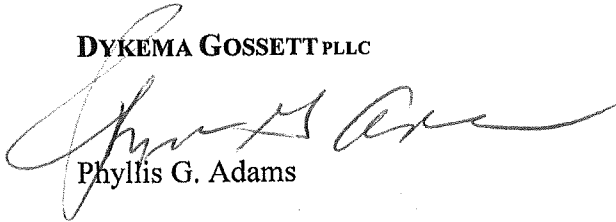
DyKEMA

November 5, 2014
Page 2

Should you have any questions regarding the notice letter, please feel free to contact me or to contact Mr. Schmick at (734) 332-0033 or rschmick@schmicklawn.com. Thank you.

Very truly yours,

DYKEMA GOSSETT PLLC



Phyllis G. Adams

Enclosures

cc: Raynold A. Schmick

AA01398104.1
ID\PGD



**The Laurels of Salisbury
215 Lash Drive
Salisbury, NC 28147**

November 5, 2014

Beverly Speroff
North Carolina Division of
Health Service Regulation
2711 Mail Service Center
Raleigh, NC 27699-2711

Martha Frisone
North Carolina Division of
Health Service Regulation
2704 Mail Service Center
Raleigh, NC 27699-2704

Megan Lamphere
North Carolina Division of
Health Service Regulation
Adult Care Licensure Section
2708 Mail Service Center
Raleigh, NC 27699-2708

Re: The Laurels of Salisbury
Medicare Provider #34-5428
NPI #1871548487
Medicaid Provider #3405428

To Whom It May Concern,

We are writing to provide you with at least 30-days advance written notice of a transaction being contemplated that, if consummated, will result in a change to the real property owner of our facility. This is a third-party transaction that will have no effect on the ownership or control of The Laurels of Salisbury, or its operation of the facility. None of The Laurels of Salisbury management or personnel will change as a result of this contemplated transaction.

In particular, Diamond Senior Living, LLC, intends in or about the first week of December 2014 to sell certain real property interests to Financing VI Healthcare Property, L.L.C., subject to our interest in the leased premises. That sale will not affect The Laurels of Salisbury's present lease of the licensed facility. We will update the information you have on file related to the ownership of the real property should this contemplated transaction close.

We understand that a transaction of this nature does not require any licensure or Certificate of Need approvals. However, should you have any questions regarding this notice or believe that agency approvals may be required, please notify us right away. Thank you very much for your prompt attention to this letter.

Sincerely,

A handwritten signature in black ink, appearing to read 'RAS', written in a cursive style.

Raynold A. Schmick
Corporate Secretary

cc: North Carolina Department of Health & Human Services
CSC
P.O. Box 300009
Raleigh, NC 27622-8009



**The Laurels of Summit Ridge
100 Riceville Road
Asheville, NC 28805**

November 5, 2014

Beverly Speroff
North Carolina Division of
Health Service Regulation
2711 Mail Service Center
Raleigh, NC 27699-2711

Martha Frisone
North Carolina Division of
Health Service Regulation
2704 Mail Service Center
Raleigh, NC 27699-2704

Megan Lamphere
North Carolina Division of
Health Service Regulation
Adult Care Licensure Section
2708 Mail Service Center
Raleigh, NC 27699-2708

Re: The Laurels of Summit Ridge
Medicare Provider #34-5438
NPI #1467407775
Medicaid Provider #3425438

To Whom It May Concern,

We are writing to provide you with at least 30-days advance written notice of a transaction being contemplated that, if consummated, will result in a change to the real property owner of our facility. This is a third-party transaction that will have no effect on the ownership or control of The Laurels of Summit Ridge, or its operation of the facility. None of The Laurels of Summit Ridge management or personnel will change as a result of this contemplated transaction.

In particular, Diamond Senior Living, LLC, intends in or about the first week of December 2014 to sell certain real property interests to Financing VI Healthcare Property, L.L.C., subject to our interest in the leased premises. That sale will not affect The Laurels of Summit Ridge's present lease of the licensed facility. We will update the information you have on file related to the ownership of the real property should this contemplated transaction close.

We understand that a transaction of this nature does not require any licensure or Certificate of Need approvals. However, should you have any questions regarding this notice or believe that agency approvals may be required, please notify us right away. Thank you very much for your prompt attention to this letter.

Sincerely,



Raynold A. Schmick
Corporate Secretary

cc: North Carolina Department of Health & Human Services
CSC
P.O. Box 300009
Raleigh, NC 27622-8009



**The Laurels of GreenTree Ridge
70 Sweeten Creek Road
Asheville, NC 28803**

November 5, 2014

Beverly Speroff
North Carolina Division of
Health Service Regulation
2711 Mail Service Center
Raleigh, NC 27699-2711

Martha Frisone
North Carolina Division of
Health Service Regulation
2704 Mail Service Center
Raleigh, NC 27699-2704

Megan Lamphere
North Carolina Division of
Health Service Regulation
Adult Care Licensure Section
2708 Mail Service Center
Raleigh, NC 27699-2708

Re: The Laurels of GreenTree Ridge
Medicare Provider #34-5303
NPI #1598710949
Medicaid Provider #3415303

To Whom It May Concern,

We are writing to provide you with at least 30-days advance written notice of a transaction being contemplated that, if consummated, will result in a change to the real property owner of our facility. This is a third-party transaction that will have no effect on the ownership or control of The Laurels of GreenTree Ridge, or its operation of the facility. None of The Laurels of GreenTree Ridge management or personnel will change as a result of this contemplated transaction.

In particular, Diamond Senior Living, LLC, intends in or about the first week of December 2014 to sell certain real property interests to Financing VI Healthcare Property, L.L.C., subject to our interest in the leased premises. That sale will not affect The Laurels of GreenTree Ridge's present lease of the licensed facility. We will update the information you have on file related to the ownership of the real property should this contemplated transaction close.

We understand that a transaction of this nature does not require any licensure or Certificate of Need approvals. However, should you have any questions regarding this notice or believe that agency approvals may be required, please notify us right away. Thank you very much for your prompt attention to this letter.

Sincerely,

A handwritten signature in black ink, appearing to read 'RAS', written in a cursive style.

Raynold A. Schmick
Corporate Secretary

cc: North Carolina Department of Health & Human Services
CSC
P.O. Box 300009
Raleigh, NC 27622-8009



**The Laurels of Forest Glenn
1101 Hartwell Street
P.O. Box 509
Garner, NC 27529**

November 5, 2014

Beverly Speroff
North Carolina Division of
Health Service Regulation
2711 Mail Service Center
Raleigh, NC 27699-2711

Martha Frisone
North Carolina Division of
Health Service Regulation
2704 Mail Service Center
Raleigh, NC 27699-2704

Megan Lamphere
North Carolina Division of
Health Service Regulation
Adult Care Licensure Section
2708 Mail Service Center
Raleigh, NC 27699-2708

Re: The Laurels of Forest Glenn
Medicare Provider #34-5389
NPI #1427003110
Medicaid Provider #3415389

To Whom It May Concern,

We are writing to provide you with at least 30-days advance written notice of a transaction being contemplated that, if consummated, will result in a change to the real property owner of our facility. This is a third-party transaction that will have no effect on the ownership or control of The Laurels of Forest Glenn, or its operation of the facility. None of The Laurels of Forest Glenn management or personnel will change as a result of this contemplated transaction.

In particular, Diamond Senior Living, LLC, intends in or about the first week of December 2014 to sell certain real property interests to Financing VI Healthcare Property, L.L.C., subject to our interest in the leased premises. That sale will not affect The Laurels of Forest Glenn's present lease of the licensed facility. We will update the information you have on file related to the ownership of the real property should this contemplated transaction close.

We understand that a transaction of this nature does not require any licensure or Certificate of Need approvals. However, should you have any questions regarding this notice or believe that agency approvals may be required, please notify us right away. Thank you very much for your prompt attention to this letter.

Sincerely,



Raynold A. Schmick
Corporate Secretary

cc: North Carolina Department of Health & Human Services
CSC
P.O. Box 300009
Raleigh, NC 27622-8009



**The Laurels of Chatham
72 Chatham Business Drive
Pittsboro, NC 27312**

November 5, 2014

Beverly Speroff
North Carolina Division of
Health Service Regulation
2711 Mail Service Center
Raleigh, NC 27699-2711

Martha Frisone
North Carolina Division of
Health Service Regulation
2704 Mail Service Center
Raleigh, NC 27699-2704

Re: The Laurels of Chatham
Medicare Provider #34-5421
NPI #1215982525
Medicaid Provider #3415421

To Whom It May Concern,

We are writing to provide you with at least 30-days advance written notice of a transaction being contemplated that, if consummated, will result in a change to the real property owner of our facility. This is a third-party transaction that will have no effect on the ownership or control of The Laurels of Chatham, or its operation of the facility. None of The Laurels of Chatham management or personnel will change as a result of this contemplated transaction.

In particular, Diamond Senior Living, LLC, intends in or about the first week of December 2014 to sell certain real property interests to Financing VI Healthcare Property, L.L.C., subject to our interest in the leased premises. That sale will not affect The Laurels of Chatham's present lease of the licensed facility. We will update the information you have on file related to the ownership of the real property should this contemplated transaction close.

We understand that a transaction of this nature does not require any licensure or Certificate of Need approvals. However, should you have any questions regarding this notice or believe that agency approvals may be required, please notify us right away.

Thank you very much for your prompt attention to this letter.

Sincerely,

A handwritten signature in black ink, appearing to read "R. Schmick", written in a cursive style.

Raynold A. Schmick
Corporate Secretary

cc: North Carolina Department of Health & Human Services
CSC
P.O. Box 300009
Raleigh, NC 27622-8009



**The Laurels of Hendersonville
290 Clear Creek Road
Hendersonville, NC 28792**

November 5, 2014

Beverly Speroff
North Carolina Division of
Health Service Regulation
2711 Mail Service Center
Raleigh, NC 27699-2711

Martha Frisone
North Carolina Division of
Health Service Regulation
2704 Mail Service Center
Raleigh, NC 27699-2704

Megan Lamphere
North Carolina Division of
Health Service Regulation
Adult Care Licensure Section
2708 Mail Service Center
Raleigh, NC 27699-2708

Re: The Laurels of Hendersonville
Medicare Provider #34-5322
NPI #1770538092
Medicaid Provider #3415322

To Whom It May Concern,

We are writing to provide you with at least 30-days advance written notice of a transaction being contemplated that, if consummated, will result in a change to the owner of a leasehold interest in our facility. This is a third-party transaction that will have no effect on the ownership of The Laurels of Hendersonville, or its operation of the facility. None of The Laurels of Hendersonville management or personnel will change as a result of this contemplated transaction.

In particular, Diamond Senior Living, LLC, intends in or about the first week of December 2014 to sell its leasehold interest in certain real property to Financing VI Healthcare Property, L.L.C., subject to our interest in the leased premises. That sale will not affect The Laurels of Hendersonville's present lease of the licensed facility or result in a change to the ultimate owner of the real property. We will update the information you have on file related to the ownership of the real property should this contemplated transaction close.

We understand that a transaction of this nature does not require any licensure or Certificate of Need approvals. However, should you have any questions regarding this notice or believe that any such approvals may be required, please notify us right away. Thank you very much for your prompt attention to this letter.

Sincerely,



Raynold A. Schmick
Corporate Secretary

cc: North Carolina Department of Health & Human Services
CSC
P.O. Box 300009
Raleigh, NC 27622-8009