

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

Pat McCrory Governor

Richard O. Brajer Secretary DHHS

Mark Payne Assistant Secretary for Audit and Health Service Regulation

May 17, 2016

Renee J. Montgomery, Partner Parker Poe PO Box 389 Raleigh, NC 27602-0389

Exempt from Review – Acquisition of Facility

Record #:

1942

Facility Name:

Carver Living Center

Type of Facility: Nursing Home

FID #:

923077

Acquisition by:

Carver Healthcare, LLC

Business #:

2396

County:

Durham

Dear Ms. Montgomery:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) determined that based on your letter of May 12, 2016, the above referenced proposal is exempt from certificate of need review in accordance with G.S 131E-184(a)(8). Therefore, Carver Healthcare, 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 Nursing Home 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.



Healthcare Planning and Certificate of Need Section

Renee J. Montgomery May 17, 2016 Page 2 of 2

Sincerely,

Bernetta Thorne-Williams

Project Analyst

Assistant Chief, Certificate of Need

cc:

Nursing Home Licensure and Certification Section, DHSR

Kelli Fisk, Program Assistant, Healthcare Planning, DHSR





Atlanta, GA Charleston, SC Charlotte, NC Columbia, SC Greenville, SC Raleigh, NC Spartanburg, SC

May 12, 2016

Via E-Mail and U.S. Mail

Ms. Martha Frisone Assistant Chief, Certificate of Need Healthcare Planning and Certificate of Need Section Division of Health Service Regulation North Carolina Department of Health and Human Services 2704 Mail Service Center Raleigh, North Carolina 27699

> Re: Carver Living Center

Dear Ms. Frisone:

We represent Carver Healthcare LLC which is acquiring certain assets and operational rights, including the Certificate of Need rights, of a skilled nursing facility known as Carver Living Center located in Durham, North Carolina. Carver Living Center is a 252 bed facility with 232 beds licensed as skilled nursing and 20 beds licensed as adult care home. The bricks and mortar of the facility have been and will continue to be owned by Durham, LLC. Carver Healthcare LLC will enter into a long term lease of the facility with Durham, LLC.

Upon the closing of the transaction which is expected to be on or around June 1, 2016, Carver Healthcare LLC will become the licensee of the facility. Please confirm that the acquisition described above by Carver Healthcare LLC is exempt from Certificate of Need review under N.C. Gen. Stat. § 131E-184(a)(8).

Thank you for your attention to this matter. Please let me know if you have any questions.

RJM:klb

cc: Jacob Stern, Manager

Carver Healthcare LLC Parker Poe Adams & Bernstein LLP Attorneys and Counselors at Law PNC Plaza 301 Fayetteville Street Suite 1400 Raleigh, NC 27601 PO Box 389 Raleigh, NC 27602-0389 PPAB 3239373v1

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