

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 13, 2016

James C. Wrenn, Jr. P.O. Box 247 Oxford, NC 27566

No Review

Record #:

1938

Facility Name:

The Heritage of Richlands

FID #:

920274

Business Name:

Fremont Properties, LLC

Business #:

2392

Project Description:

Corporate reorganization

County:

Onslow

Dear Mr. Wrenn:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) received your letter of May 10, 2016, regarding the above referenced proposal. Based on the CON law **in effect on the date of this response to your request,** the proposal described in your correspondence is not governed by, and therefore, does not currently require a certificate of need. However, please note that if the CON law is subsequently amended such that the above referenced proposal would require a certificate of need, this determination does not authorize you to proceed to develop the above referenced proposal when the new law becomes effective.

However, you need to contact the Agency's Adult Care Licensure Section 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 in your correspondence. 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 this office. 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.



Mr. Wrenn May 13, 2016 Page 2

Please contact this office if you have any questions. Also, in all future correspondence you should reference the Facility ID # (FID) if the facility is licensed.

Sincerely,

Celia C. Inman Project Analyst Martha J. Frisone,

Assistant Chief, Certificate of Need

cc:

Adult Care Licensure Section, DHSR

Kelli Fisk, Program Assistant, Healthcare Planning, DHSR

LAW OFFICES OF

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William L. Hopper, of Counsel

May 10, 201

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scare Planning

N Section

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

Via overnight delivery and email

Dear Ms. Frisone:

I represent Fremont Properties, LLC ("FP") and Combs Fremont Holdings, LLC ("CFH"). CFH is wholly owned by FP. Pursuant to a reorganization which will result in an eventual dissolution of CFH, CFH is transferring all of its real property assets to FP. CFH currently owns and then after the transfer, FP will own the real property upon which the following adult care homes are operated:

1. The Heritage of Richlands The Heritage of Richlands, LLC 148 Cox Avenue; Richlands, NC 28574 HAL-067-016

2. The Heritage of Cedar Rock The Hertiage of Cedar Rock, LLC 191 Crestview Drive; Mocksville, NC 2702 HAL-030-007

FP is assuming the lease for each of these ACHs and there will be no change in operations or ownership of the ACHs. This information is being provided to you pursuant to N.C. Gen. Stat. §131E-184(a)(8). Please let me know if you need additional information.

Sincerely,

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