



NC DEPARTMENT OF
**HEALTH AND
HUMAN SERVICES**

ROY COOPER • Governor

MANDY COHEN, MD, MPH • Secretary

MARK PAYNE • Director, Division of Health Service Regulation

November 1, 2018

Terrill Johnson Harris
300 N. Greene Street
Greensboro, NC 27401

Exempt from Review – Acquisition of Facility

Record #: 2758
Facility Name: Hospice of Scotland County
Type of Facility: Hospice
FID #: 050431
Acquisition by: Scotland Memorial Hospital, Inc.
Business #: 994
County: Scotland

Dear Ms. Harris:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) determined that based on your representations, the above referenced proposal is exempt from certificate of need (CON) review in accordance with N.C. Gen. Stat. §131E-184(a)(8). Therefore, the above referenced business may proceed to acquire the health service facility identified above without first obtaining a CON. The Agency's determination is limited to the question of whether or not the above referenced business would have to obtain a CON if the current owners of the health service facility do in fact sell it to the business listed above. Note that pursuant to N.C. Gen. Stat. §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."*

In the event that the business listed above does acquire the facility, you should contact the Agency's Acute and Home Care Licensure and Certification Section to obtain instructions for changing ownership of the existing facility.

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

NC DEPARTMENT OF HEALTH AND HUMAN SERVICES • DIVISION OF HEALTH SERVICE REGULATION

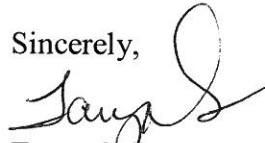
HEALTHCARE PLANNING AND CERTIFICATE OF NEED SECTION

LOCATION: 809 Ruggles Drive, Edgerton Building, Raleigh, NC 27603
MAILING ADDRESS: 2701 Mail Service Center, Raleigh, NC 27699-2701
www.ncdhhs.gov/dhsr/ • TEL: 919-855-3750 • FAX: 919-733-2757

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separate determination regarding whether or not a certificate of need would be required. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,



Tanya S. Rupp
Project Analyst



Martha J. Frisone
Chief, Healthcare Planning and
Certificate of Need Section

cc: Acute and Home Care Licensure and Certification Section, DHR
Melinda Boyette, Administrative Assistant, Healthcare Planning, DHR

State of North Carolina

Department of Health and Human Services Division of Health Service Regulation

Effective January 01, 2018, this license is issued to
Hospice of Scotland County

to operate an agency known as
Scotland Regional Hospice

located at 610 Lauchwood Drive
City of Laurinburg, North Carolina.

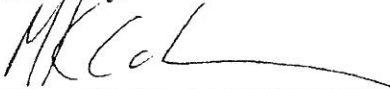
This license is issued subject to the statutes of the
State of North Carolina, is not transferable and shall expire
midnight December 31, 2018.

Facility ID: 953885

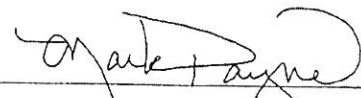
License Number: HC0401

***Home Care Services: Nursing Care , Infusion Nursing , In-home Aide , Physical Therapy, Occupational Therapy,
Speech Therapy, Clinical Respiratory, Companion, Sitter, Respite***

Authorized by:



Secretary, N.C. Department of Health and
Human Services



Director, Division of Health Service Regulation



October 25, 2018

Martha Frisone, Chief
Tanya Rupp, Project Analyst
Healthcare Planning and Certificate of Need Section
Division of Health Service Regulation
NC Department of Health and Human Services
2704 Mail Service Center
Raleigh, NC 27699-2704

Via E-Mail and U.S. Mail

NR 2758

Re: Notice of Exempt Acquisition of Hospice of Scotland County
Facility: Hospice of Scotland County
License No.: HOS3031
Facility ID: 050431

Dear Ms. Frisone and Ms. Rupp:

This letter provides prior written notice, pursuant to N.C. Gen. Stat. § 131E-184(a)(8), that Scotland Memorial Hospital plans to acquire Hospice of Scotland County d/b/a Scotland Regional Hospice, an existing licensed hospice provider. At the current time, Scotland Health Care System is the sole shareholder of Hospice of Scotland County. Scotland Health Care System is also the parent entity of Scotland Memorial Hospital. Scotland Memorial Hospital plans to acquire Scotland Health Care System's ownership interest in Hospice of Scotland County as soon as possible. The name, licensure, and leadership of Hospice of Scotland County will not change as a result of this transaction.

Hospice of Scotland County is licensed to provide home care services, hospice home services, six hospice residential beds, and six hospice inpatient beds. This acquisition of "an existing health service facility" is exempt from certificate of need review pursuant to N.C. Gen. Stat. § 131E-184(a)(8) because, as you know, "health service facility" is defined to include a "hospice office, hospice inpatient facility, hospice residential care facility." N.C. Gen. Stat. § 131E-176(9b).

We would appreciate receiving confirmation as soon as possible that Scotland Memorial Hospital's acquisition described above is exempt from certificate of need review pursuant to N.C. Gen. Stat. § 131E-184(a)(8). We appreciate your consideration of and prompt attention to this request. If you have any questions or need additional information, please do not hesitate to contact me.

SMITHMOORE
LEATHERWOOD
ATTORNEYS AT LAW

Martha Frisone, Assistant Chief of CON
Tanya Rupp, Project Analyst
October 25, 2018
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With kindest regards, I am

Very truly yours,

SMITH MOORE LEATHERWOOD LLP

A handwritten signature in cursive script that reads "Terrill Johnson Harris".

Terrill Johnson Harris

cc: William R. Purcell II