

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

RESPONSE REQUIRED

March 14, 2016

Craig A. Taylor 235 N. Edgeworth Street Greensboro, NC 27401

Conditional Approval

Project ID #: G-11121-16

Facility: Abbotswood at Irving Park

Project Description: Relocate 26 adult care home beds from Elm Villa to Abbotswood at Irving

Park for a total of 48 adult care home beds upon completion of this project and Project ID #G-11053-15 (Relocate 22 ACH beds from Bell House)

County: Guilford FID #: 150329

Dear Mr. Taylor:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) has conditionally approved the above referenced certificate of need application. This decision was made after a review of the applications submitted for this cycle and after consideration of the Certificate of Need Law, G.S. 131E-175 et. seq. and regulations promulgated there under, the State Medical Facilities Plan, and other applicable information. Attached to this letter are the required findings made with respect to your application. The applicant shall not proceed with the construction, offering or development of this project until the certificate of need is issued. Further, the Agency shall not issue the certificate of need until all applicable conditions of approval have been met pursuant to G.S. 131E-187(a). The conditions are as follows:

- 1. KC Greensboro Expansion, LLC shall materially comply with all representations made in the certificate of need application.
- 2. KC Greensboro Expansion, LLC shall relocate 26 adult care home beds from Elm Villa to Abbotswood at Irving Park for a total of 48 adult care home beds upon completion of this project and Project I.D. #G-11053-15 (Relocate 22 ACH beds from Bell House).







- 3. For the first two years of operation following completion of the project, KC Greensboro Expansion, LLC shall not increase actual private pay charges more than 5% of the projected private pay charges provided in Section IX of the application without first obtaining a determination from the Healthcare Planning and Certificate of Need Section that the proposed increase is in material compliance with the representations made in the certificate of need application.
- 4. KC Greensboro Expansion, LLC shall acknowledge acceptance of and agree to comply with all conditions stated herein to the Healthcare Planning and Certificate of Need Section in writing prior to issuance of the certificate of need.

Response to the above conditions should be submitted to the Agency no later than 35 days from the date of the decision. Failure to respond within this time period may result in the Agency making a determination not to issue a certificate of need for the project referenced above.

The conditional approval is valid only for a capital expenditure of \$4,900,000. If a cost overrun occurs that exceeds the approved capital expenditure amount, a new certificate of need may be required as determined by G.S. 131E-176(16)(e).

The applicant should be aware that according to the Certificate of Need law any affected person shall have thirty (30) days after the date of decision to file a petition for a contested case on this approval. Further, if you are aggrieved by the conditions of the decision you may file a petition for a contested case hearing in accordance with G.S. 150B, Article 3, as amended. This petition must be filed with the Office of Administrative Hearings, 6714 Mail Service Center, Raleigh, North Carolina 27699-6714 within thirty (30) days of the date of this decision. [Note: Effective October 1, 2009, OAH requires a filing fee with submittal of petitions for contested cases. Please direct all questions regarding this fee to OAH Clerk's Office (919-431-3000).]

G.S. 150B-23 provides that a party filing a petition must also serve a copy of the petition on all parties to the petition. Therefore, if you file a petition for a contested case hearing, you must serve a copy of the petition on the Department of Health and Human Services by mailing a copy of your petition to:

Emery Milliken
Department of Health and Human Services,
Office of Legal Affairs,
Adams Building – Room 154
2001 Mail Service Center
Raleigh, North Carolina, 27699-2001

It is requested that a copy of the petition also be served on the Agency.

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The certificate of need will not be issued before the completion of this 30 day period ending April 13, 2016. If a contested case request is received within the thirty (30) day period, the certificate will not be issued until the appeal is resolved (10A NCAC 14C .0208).

The timetable for completion of the project is the timetable outlined in the certificate of need application, unless an adjustment has been made by the Agency because the review period was extended. The timetable for this project is as follows:

Approval of Final Drawings by the	
Construction Section, DHSR	August 1, 2016
25% Completion of Construction	December 1, 2016
50% Completion of Construction	March 1, 2017
75% Completion of Construction	June 1, 2017
Completion of Construction	September 1, 2017
Occupancy/Offering of Service/Licensure	October 1, 2017

If the decision is appealed, the timetable set forth in this letter will be adjusted accordingly before the Certificate of Need is issued. Please contact this office if any clarification of this decision is required.

Please refer to the Project ID # and Facility ID # (FID) in all correspondence.

Sincerely,

Celia C. Inman Project Analyst Lisa Pittman Team Leader, Certificate of Need

Attachment

cc: Adult Care Licensure Section, DHSR
Kelli Fisk, Program Assistant, Healthcare Planning, DHSR

Construction Section, DHSR

CERTIFICATE OF SERVICE

I hereby certify that I have served the foregoing notice of **conditional approval** on the following person by placing a copy in an official depository of the United States Postal Service in a postage-paid, first class envelope addressed as follows:

Craig A. Taylor
235 N. Edgeworth Street
Greensboro, NC 27401
Project ID #: G-11121-16
FID #: 150329

This the 14th day of March, 2016.

Celia C. Inman
Project Analyst, Certificate of Need