

ROY COOPER • Governor

KODY H. KINSLEY • Secretary

MARK PAYNE • Director, Division of Health Service Regulation

#### VIA EMAIL ONLY

October 15, 2024

James C. Wrenn, Jr. jwrenn@smithlaw.com

No Review

**Record #:** 4596

Date of Request: October 2, 2024 Facility Name: Crown Colony

FID #: 970852

Business Name: Taylor and Hart Management, LLC

Business #: 3878

Project Description: Acquisition of real property by 291 Commercial Dr NC, LLC

County: Iredell

Dear James C. Wrenn, Jr.:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), received your correspondence regarding the project described above. Based on the representation in your request and the CON law **in effect on the date of this response to your request,** the project as described is not governed by, and therefore, does not currently require a certificate of need. 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.

This determination is binding only for the facts represented in your correspondence. If changes are made in the project or in the facts provided in the correspondence referenced above, a new determination as to whether a certificate of need is required would need to be made by this office. As a reminder, it is unlawful to offer or develop a new institutional health service without first obtaining a certificate of need. The Department reserves the right to impose sanctions, including civil penalties and the revocation of a license, upon any entity that offers or develops a new institutional health service without first obtaining a certificate of need.

Please do not hesitate to contact this office if you have any questions.

Sincerely,

Chalice L. Moore. Project Analyst

Micheala Mitchell

Micheala Mitchell, Chief

Chaline L. Moore

cc: Adult Care Licensure and Certification Section, DHSR

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: 809 Ruggles Drive, 2704 Mail Service Center, Raleigh, NC 27699-2704

https://info.ncdhhs.gov/dhsr/ • TEL: 919-855-3873

# SMITH, ANDERSON, BLOUNT, DORSETT, MITCHELL, & JERNIGAN, L.L.P.

LAWYERS

OFFICES Wells Fargo Capitol Center 150 Fayetteville Street, Suite 2300 Raleigh, North Carolina 27601

JAMES C. WRENN, JR. DIRECT DIAL: (919) 821-6645 E-Mail: jwrenn@smithlaw.com September 9, 2024

MAILING ADDRESS P.O. Box 2611 Raleigh, North Carolina 27602-2611

TELEPHONE: (919) 821-1220 FACSIMILE: (919) 821-6800

### Via email only

Ms. Micheala Mitchell
Chief
NC Division of Health Service Regulation
Healthcare Planning and Certificate of Need Section
809 Ruggles Drive
Raleigh, NC 27603
micheala.mitchell@dhhs.nc.gov

Ms. Julie Faenza
Project Analyst
NC Division of Health Service Regulation
Healthcare Planning and Certificate of Need Section
809 Ruggles Drive
Raleigh, NC 27603
Julie.Faenza@dhhs.nc.gov

**Re:** Crown Colony

Taylor & Hart Management, LLC (Operating Entity)
TTB ENTERPRISES, L.L.C. (Real Estate Entity)
291 Commercial Drive, Mooresville, NC 28115
License Number: HAL-049-0210

Dear Ms. Mitchell and Ms. Faenza:

I represent Taylor & Hart Management, LLC & TTB ENTERPRISES, L.L.C. Please be advised that the real property located at 291 Commercial Drive, Mooresville, NC 28115 owned by TTB ENTERPRISES, L.L.C. has been sold to 291 Commercial Dr NC, LLC, a Delaware limited liability company. As a result, the Facility is no longer a licensed adult care home. G.S. §131D-184(a)(8) states, in part, that "[a] facility not currently licensed as an adult care home that was licensed as an adult care home within the preceding 12 months is considered an existing health service facility for the purposes of this subdivision."

Ms. Micheala Mitchell Chief NC Division of Health Service Regulation Ms. Julie Faenza Project Analyst NC Division of Health Service Regulation September 9, 2024 Page 2

Please note that the deeds conveying said property to 291 Commercial Dr NC, LLC expressly and plainly reserved the certificate of need rights to TTB ENTERPRISES, L.L.C. as follows:

The Agreement of Purchase and Sale dated May 6, 2024 by and between Grantor and Grantee contains a reservation of all Certificate of Need Rights associated with the former adult care home known as Crown Colony. All certificate of need rights to relocate adult care home beds to another location under Article 9, Chapter 131E of the North Carolina General Statutes are expressly reserved to Grantor. Grantee agrees to cooperate with the transfer of such rights to a third-party purchaser and/or to cooperate with Grantor or a third-party purchaser with the respect to the transfer or relocation of such rights to another location.

As always, thank you for your assistance.

Sincerely,

James C. Wrenn, Jr.

( Want

Cc: Megan Lamphere, MSW, Chief, Adult Care Licensure Section, megan.lamphere@dhhs.nc.gov and DHSR.Adultcare.LicensingUnit@dhhs.nc.gov

From: Mitchell, Micheala L

To: Stancil, Tiffany C

Subject: FW: [External] FW: Taylor \_ Hart - Letter to CON Section re sale of property(12555096.3)

Date: Wednesday, September 25, 2024 10:37:03 AM

Attachments: Taylor Hart - Letter to CON Section re sale of property(12555096.3).pdf

Morning Tiffany-

Would you mind logging the attached no review and assigning to Chalice?

Thanks,

Micheala Mitchell, JD

NC Department of Health and Human Services

Division of Health Service Regulation

Section Chief, Healthcare Planning and CON Section
809 Ruggles Drive, Edgerton Building
2704 Mail Service Center

Raleigh, NC 27699-2704

Office: 919 855 3879

Micheala.Mitchell@dhhs.nc.gov

From: Mitchell, Micheala L

Sent: Wednesday, September 25, 2024 10:31 AM

To: 'Amy Erwin' <aerwin@smithlaw.com>

**Subject:** RE: [External] FW: Taylor \_ Hart - Letter to CON Section re sale of property(12555096.3)

Amy!

Thank you so much for the ping on this! I meant to circle back with you but obviously failed to do that. My apologies!

Julie Faenza now works for the Department of Justice. The new analyst assigned to cover CON matters in Mecklenburg County is Chalice Moore. Her email address is <a href="mailto:chalice.moore@dhhs.nc.gov">chalice.moore@dhhs.nc.gov</a>.

I'll go ahead and have our administrative staff log this and send it over to Chalice. She may reach out to you with some questions.

Best,

Micheala

Micheala Mitchell, JD NC Department of Health and Human Services

## **Division of Health Service Regulation**

Section Chief, Healthcare Planning and CON Section 809 Ruggles Drive, Edgerton Building 2704 Mail Service Center Raleigh, NC 27699-2704

Office: 919 855 3879

Micheala.Mitchell@dhhs.nc.gov

From: Amy Erwin <aerwin@smithlaw.com>

Sent: Wednesday, September 25, 2024 8:42 AM

**To:** Mitchell, Micheala L < <u>Micheala.Mitchell@dhhs.nc.gov</u>>

Subject: [External] FW: Taylor \_ Hart - Letter to CON Section re sale of property(12555096.3)

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HI Micheala-

I just wanted to follow-up on the below and attached.

Please let me know if you need anything else or have any questions.

THANKS!

#### AMY E. ERWIN, NCCP | SENIOR PARALEGAL

aerwin@smithlaw.com | bio

919.838.2079 | <u>vcard</u> | <u>smithlaw.com</u> | <u>map</u>





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**From:** Amy Erwin

Sent: Thursday, September 12, 2024 10:18 AM

To: Mitchell, Micheala L < Micheala.Mitchell@dhhs.nc.gov >

**Subject:** FW: Taylor \_ Hart - Letter to CON Section re sale of property(12555096.3)

HI Michaela-

I've attempted to email the attached to Julie Faenza twice and her support staff once (as listed on the NC DHHS website), however, I have gotten an undeliverable message for each. I'm unsure of who else I should direct the letter to. If you have the correct person and email address that would be much appreciated and then I will forward it on.

Thank you so much for your time and assistance!



From: Amy Erwin

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Sent: Wednesday, September 11, 2024 10:39 AM

**To:** Mitchell, Micheala L < <u>Micheala.Mitchell@dhhs.nc.gov</u>>; Faenza, Julie M < <u>Julie.Faenza@dhhs.nc.gov</u>>

**Subject:** Taylor \_ Hart - Letter to CON Section re sale of property(12555096.3)

Please find attached a CON reservation letter for your review and consideration.

Please let me know if you have any questions or concerns.

THANKS!



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