



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

Pat McCrory  
Governor

Aldona Z. Wos, M.D.  
Ambassador (Ret.)  
Secretary DHHS

Drexdal Pratt  
Division Director

July 15, 2014

Christopher Sprenger  
229 Airport Road, Suite 7-104  
P.O. Box 3000  
Arden, NC 28704

**Exempt from Review – Acquisition of Facility**

Facility: Anson Health and Rehabilitation  
Acquisition by: Anson County Healthcare Properties, LLC  
County: Anson  
FID #: 140184

Dear Mr. Sprenger:

In response to your letter of June 6, 2014, the above referenced proposal is exempt from certificate of need review in accordance with G.S 131E-184(a)(8). Therefore, Anson County Healthcare Properties, LLC may proceed to acquire the above referenced health service facility without first obtaining a certificate of need. However, you need to contact the Nursing Home Licensure and Certification Section of the Division of Health Service Regulation 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.

Sincerely,

Tanya S. Rupp  
Project Analyst

Martha J. Frisone, Interim Chief  
Certificate of Need Section

cc: Construction Section, DHSR  
Nursing Home Licensure and Certification Section, DHSR  
Medical Facilities Planning Branch, DHSR



**Certificate of Need Section**

www.ncdhhs.gov

Telephone: 919-855-3873 • Fax: 919-733-8139

Location: Edgerton Building • 809 Ruggles Drive • Raleigh, NC 27603

Mailing Address: 2704 Mail Service Center • Raleigh, NC 27699-2704

An Equal Opportunity/ Affirmative Action Employer



Anson County Healthcare Properties, LLC  
229 Airport Rd. Suite 7-104  
Arden, NC 28704

Received by  
the CON Section  
JUN 11 2014

June 6, 2014

Martha Frisone, Chief  
Certificate of Need Section  
N.C. Department of Health and Human Services  
Division of Health Service Regulation  
809 Ruggles Drive  
Raleigh, NC 27603

**RE: Notice of Exempt Acquisition by Purchase of North Carolina Skilled Nursing Facility Pursuant to N.C. Gen. Stat. 131E-184(a)(1) and (8): Carolinas-Anson Healthcare Inc. d/b/a Lillie Bennett Nursing Center 506 Morven Rd. Wadesboro, NC 28170**

Dear Ms. Frisone:

Pursuant to N.C. Gen. Stat. 131E-184(a)(1) and (8) to provide notice to the N.C. Department of Health and Human Services, Division of Health Service Regulation, Certificate of Need Section, I am writing regarding Anson County Healthcare Properties, LLC intent to purchase a facility in Wadesboro, NC. The facility is currently owned by Carolinas-Anson Healthcare Inc. Carolinas-Anson Healthcare Inc. is selling the facility to us effective July 1, 2014. The facility is licensed for 95 nursing facility beds. Pursuant to N.C. Gen. Stat. 131E-176(9b), the Facility is a "health service facility".

Anson County Healthcare Properties, LLC is a North Carolina Limited Liability Company. Anson County Healthcare Properties, LLC intends to lease the Facility to Anson County Health and Rehabilitation, LLC also a North Carolina Limited Liability Company. Anson County Healthcare Properties anticipates an effective date of July 1, 2014.

N.C. Gen. Stat. 131E-176(16)(l) provides that the purchase, lease, or acquisition of any health service facility, or portion thereof, which was developed pursuant to a certificate of need qualifies as a "new institutional health service". N.C. Gen. Stat. 131E-178(b) provides that "[n]o person shall make an acquisition by donation, lease, transfer or comparable arrangement without first obtaining a certificate of need from the Department, if the acquisition would have been a new institutional health service if it had been made by purchase". N.C. Gen Stat. 131E-184(a)(1) and (8) provide that the acquisition of an existing health service facility, including equipment owned by the health service facility at the time of acquisition, is exempt from CON review upon prior written notice to the Agency of the proposed acquisition.

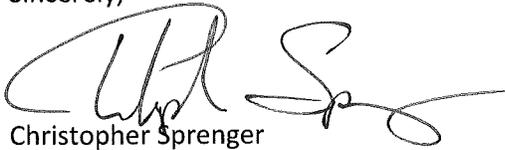
The acquisition of the Facility via the arrangement I have described herein will not involve the development of any new health service facility or otherwise qualify as a "new institutional health service" which would be subject to Agency review under applicable Certificate of Need statutes or regulations. Rather, the transaction I have described herein qualifies as an "exempt transaction, within

the meaning of N.C. Gen Stat. 131E-184(a)(8). This correspondence is intended to serve as the prior written notice to the Agency required by N.C. Gen. Stat. 131E-184(a)(1) and (8).

Please provide me with written confirmation that this transaction is exempt from CON review pursuant to N.C. Gen. Stat. 131E-184(a)(1) and (8). We would be very appreciative if this reply could be expedited since we will need to apply for a new license for the Facility and we anticipate including the Agency's response to the correspondence as part of that application.

I appreciate your attention to this matter. Please contact me with any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'Chris Sprenger', written over a light blue horizontal line.

Christopher Sprenger

Owner

Anson County Healthcare Properties, LLC

919-608-9123

[csprenger@sanstonehealth.com](mailto:csprenger@sanstonehealth.com)