



STATE OF CONNECTICUT
OFFICE OF HEALTH CARE ACCESS

M. JODI RELL
GOVERNOR

CRISTINE A. VOGEL
COMMISSIONER

April 21, 2006

John J. Capobianco
Vice President, Administration
The Charlotte Hungerford Hospital
P.O. Box 988
540 Litchfield Street
Torrington, CT 06790

RE: Certificate of Need Determination; Report Number 06-30718-DTR
The Charlotte Hungerford Hospital
Acquisition of Property from the Hospital's subsidiary Kennedy Drive Associates, LLC
and Dissolution of Kennedy Drive Associates, LLC

Dear Mr. Capobianco:

On March 3, 2006 and additional information filed April 18, 2006, the Office of Health Care Access ("OHCA") received The Charlotte Hungerford Hospital's ("Hospital") request for a Certificate of Need Determination regarding its proposal to acquire property from its subsidiary Kennedy Drive Associates, LLC ("KDA, LLC") and to dissolve KDA, LLC. Upon review of the information contained in the request, OHCA finds the following:

1. The Charlotte Hungerford Hospital ("Hospital") is a nonprofit acute care hospital located at 540 Litchfield Street, Torrington, Connecticut 06790.
2. Kennedy Drive Associates, LLC, ("KDA, LLC") is a limited liability real estate company that is a wholly owned subsidiary of the Hospital.
3. KDA, LLC does not provide any health care services.
4. The Hospital's proposal involves the following:

An Equal Opportunity Employer
410 Capitol Ave., MS#13HCA, P.O.Box 340308, Hartford, CT 06134-0308
Telephone: (860) 418-7001 Toll-Free: 1-800-797-9688
Fax: (860) 418-7053

- a. Acquisition of property located at 200-220 Kennedy Drive, Torrington, Connecticut, 06790, and
 - b. Dissolution of the Hospital's real estate subsidiary company, KDA, LLC after the acquisition of the proposed property.
5. The reason for disolving KDA, LLC it is no longer efficient for Hospital to maintain separate accounting systems for their entity. Since GAP accounting rules require the consolidation of the financial statements at the year end. The Hospital proposes to convert KDA, LLC to a Hospital Department.
 6. The Hospital purchased the property located at 200-220 Kennedy Drive, Torrington, Connecticut for \$459,375, through KDA, LLC on September 16, 2003.
 7. There is no capital expenditure associated with the proposal as the subsidiary financials are already incorporated into the Hospital's financials.

Based on the above information, OHCA determines that The Charlotte Hungerford Hospital's proposal to acquire property from it's subsidiary real estate company, Kennedy Drive Associates, LLC and then to dissolve Kennedy Drive Associates, LLC with no associated capital expenditure does not require a Certificate of Need authorization pursuant to Sections 19a-638 and/or 19a-639 of the Connecticut General Statutes.

If you have any questions concerning this letter, please contact Steven W. Lazarus, Associate Health Care Analyst, at (860) 418-7012.

Sincerely,

Signed by Cristine A. Vogel
Commissioner

CAV:swl

Copy: Rose McLellan, License and Applications Supervisor, DPH, DHSR