

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

May 16, 2016

Renee J. Montgomery, Partner Parker Poe PO Box 389 Raleigh, NC 27602-0389

Exempt from Review – Acquisition of Facility

Record #:

Facility Name:

Ridgewood Living & Rehabilitation Center

Type of Facility: Nursing Home

FID #:

070685

Acquisition by:

Ridgewood Healthcare, LLC

Business #:

2393

County:

Beaufort

Dear Ms. Montgomery:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) determined that based on your letter of May 13, 2016, the above referenced proposal is exempt from certificate of need review in accordance with G.S 131E-184(a)(8). Therefore, Ridgewood Healthcare, LLC may proceed to acquire the above referenced health service facility without first obtaining a certificate of need. However, you need to contact the Agency's Nursing Home Licensure and Certification Section 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.



Healthcare Planning and Certificate of Need Section

Renee J. Montgomery May 16, 2016 Page 2 of 2

Sincerely,

Yane Rhoe-Jones Project Analyst

Martha J. Frisone,

Assistant Chief, Certificate of Need

cc: Nursing Home Licensure and Certification Section, DHSR

Kelli Fisk, Program Assistant, Healthcare Planning, DHSR





Atlanta, GA Charleston, SC Charlotte, NC Columbia, SC Greenville, SC Raleigh, NC Spartanburg, SC

May 12, 2016

Via E-Mail and U.S. Mail

Ms. Martha Frisone
Assistant Chief, Certificate of Need
Healthcare Planning and Certificate of Need Section
Division of Health Service Regulation
North Carolina Department of Health and Human Services
2704 Mail Service Center
Raleigh, North Carolina 27699

Re: Ridgewood Living & Rehabilitation Center

FID#070685

Dear Ms. Frisone:

We represent Ridgewood Healthcare LLC which is acquiring certain assets and operational rights, including the Certificate of Need rights, of a skilled nursing facility known as Ridgewood Living & Rehabilitation Center located in Washington, Beaufort County, North Carolina. Ridgewood Living & Rehabilitation Center is a 150 bed facility. The bricks and mortar of the facility have been and will continue to be owned by RNH Health, LLC. Ridgewood Healthcare LLC will enter into a long term lease of the facility with RNH Health, LLC.

Upon the closing of the transaction which is expected to be on or around June 1, 2016, Ridgewood Healthcare LLC will become the licensee of the facility. Please confirm that the acquisition described above by Ridgewood Healthcare LLC is exempt from Certificate of Need review under N.C. Gen. Stat. § 131E-184(a)(8).

Thank you for your attention to this matter. Please let me know if you have any questions.

Renée J. Montgorhery

RJM:klb

cc: Jacob Stern

Ridgewood Healthcare LLC
Parker Poe Adams & Bernstein LLP Attorneys and Counselors at Law PNC Plaza 301 Fayetteville Street Suite 1400 Raleigh, NC 27601 PO Box 389 Raleigh, NC 27602-0389

PPAB 3239839v1 t 919.828.0564 f 919.834.4564 www.parkerpoe.com