

ROY COOPER • Governor

MANDY COHEN, MD, MPH • Secretary

MARK PAYNE • Director, Division of Health Service Regulation

May 1, 2019

Jo-Ann Marchica Arent Fox LLP 1717 K Street NW Washington DC 20006-5344

No Review

Record #: 2924

Facility Name: Sunrise of Raleigh

FID #: 960120

Business Name: HCP Sun1, LP

Business #: 2955

Project Description: Change in licensee

County: Wake

Dear Ms. Marchica:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) received your correspondence regarding the above referenced proposal. Based on the CON law in effect on the date of this response to your request, the proposal described in that correspondence 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.

You may need to contact the Agency's Adult Care Licensure Section to determine if they have any requirements for development of the proposed project.

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.

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

Sincerely,

Michael J. McKillip

Project Analyst

Martha J. Frisone, Clfief

Healthcare Planning and Certificate of Need Section

cc: Adult Care Licensure 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

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

Arent Fox

Arent Fox LLP / Attorneys at Law Los Angeles, CA / New York, NY / San Francisco, CA / Washington, DC

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April 17, 2019

VIA FEDEX

Ms. Celia Inman
Division of Health Service Regulation
Department of Health and Human Services
809 Ruggles Drive
Raleigh, North Carolina 27603

Jo-Ann Marchica

Counsel 202.857.6097 DIRECT 202.857.6395 FAX jo-ann.marchica@arentfox.com

Reference Number: 026216.00512

Re: REQUEST FOR CERTIFICATE OF NEED EXEMPTION

Adult Care Home Change of Ownership

Dear Ms. Inman:

We are writing to request an exemption from Certificate of Need review pursuant to N.C.G.S.A. § 131E-184 in connection with a transaction involving the change of ownership of Sunrise of Raleigh, a licensed adult care home located at 4801 Edwards Mill Road, Raleigh, NC 27612 (the "Facility"). The owner of the real property comprising the Facility is HCP Sun1, LP ("Owner") and the licensed operator of the Facility is Solomon Holdings I – The Triangle, LLC (the "Licensee"). On or about July 1, 2019, the Owner will terminate the existing lease with the Licensee and enter into a new lease of the Facility with HCP Raleigh NC OpCo, LLC, which will be submitting an application to the Adult Care Licensure Section of the Department of Health and Human Services to become the licensed operator of the Facility.

Please do not hesitate to contact me at (202) 857-6097 if you have any questions. Thank you.

Sincerely yours,

Jo-Ann Marchica

cc:

Ms. Libby Kinsey

Adult Care Licensure Section

North Carolina Department of Health and Human Services