

ROY COOPER • Governor MANDY COHEN, MD, MPH . Secretary MARK PAYNE • Director, Division of Health Service Regulation

Martha J. Frisone

VIA EMAIL ONLY

February 14, 2020

Rachel Hold-Weiss rachel.hold-weiss@arentfox.com

Exempt from Review - Acquisition of Facility

Record #:

3217

Facility Name:

Concord Place

Type of Facility:

Adult care home

FID #:

960405

Acquisition by:

Sabra AL Holdings, LLC

Business #:

3191

County:

Cabarrus

Dear Ms. Hold-Weiss:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) determined that based on your representations, the above referenced proposal is exempt from certificate of need (CON) review in accordance with N.C. Gen. Stat. §131E-184(a)(8). Therefore, the above referenced business may proceed to acquire the health service facility identified above without first obtaining a CON. The Agency's determination is limited to the question of whether or not the above referenced business would have to obtain a CON if the current owners of the health service facility do in fact sell it to the business listed above. Note that pursuant to N.C. Gen. Stat. §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."

In the event that the business listed above does acquire the facility, you should contact the Agency's Adult Care Licensure Section to obtain instructions for changing ownership of the existing facility.

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 regarding whether or not a certificate of need would be required. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Julie M. Faenza

Project Analyst

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

Chief

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

Waller, Martha K

From:

Faenza, Julie M

Sent:

Tuesday, February 11, 2020 1:15 PM

To:

Waller, Martha K

Subject:

FW: [External] Request for Certificate of Need Exemption - Adult Care Home Change of

Ownership

Attachments:

Request for Certificate of Need Exemption.pdf

Julie M. Faenza, Esq.

Project Analyst, Certificate of Need Division of Health Service Regulation, Healthcare Planning and Certificate of Need Section North Carolina Department of Health and Human Services

919 855 3873 office Julie.Faenza@dhhs.nc.gov

From: Hold-Weiss, Rachel < Rachel. Hold-Weiss@arentfox.com >

Sent: Tuesday, February 11, 2020 1:14 PM
To: Faenza, Julie M <Julie.Faenza@dhhs.nc.gov>

Subject: [External] Request for Certificate of Need Exemption - Adult Care Home Change of Ownership

CAUTION: External email. Do not click links or open attachments unless you verify. Send all suspicious email as an attachment to report.spam@nc.gov

Dear Ms. Faenza.

Please see the attached Request for Certificate of Need Exemption. The original is being sent via overnight mail.

Please let me know if you have any questions.

Rachel

Rachel Hold-Weiss, RPA-C, JD Partner

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Arent Fox



February 11, 2020

VIA FEDEX and E-MAIL (julie.faenza@dhhs.nc.gov)

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

Rachel Hold-Weiss

Partner 212.484.3999 DIRECT 212.484.3990 FAX rachel.hold-weiss@arentfox.com

037080.00079

Re: REQUEST FOR CERTIFICATE OF NEED EXEMPTION
Adult Care Home Change of Ownership

Dear Ms. Faenza:

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 Concord Place, a licensed adult care home located at 1501 Zion Church Road, Concord, NC 28025 (the "Facility"). The Facility's license number is HAL-013-045. The current owner of the real property comprising the Facility is Concord BG PROPCO LLC ("Owner") and the current licensed operator of the Facility is Concord BG OPCO LLC. Owner has entered into an agreement to sell real property comprising the Facility to Sabra AL Holdings, LLC. As part of the transaction, Concord AL Operations, LLC will lease the Facility and apply to the Adult Care Licensure Section of the Department of Health and Human Services (the "Department") to become the licensed operator of the Facility. The target effective date of the transaction is April 13, 2020.

A letter of acknowledgement of the transaction from your office must be submitted to the Department as part of the application process. Please send a copy of your response to my attention via email at rachel.hold-weiss@arentfox.com at your earliest convenience.

Please do not hesitate to contact me at (212) 484-3999 if you have any questions. Thank you.

Sincerely yours,

July Milly

Rachel Hold-Weiss

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