

NC DEPARTMENT OF HEALTH AND HUMAN SERVICES

VIA EMAIL ONLY

March 24, 2022

Samantha R. Beck SBeck@reedsmith.com

Exempt from Review – Acquisition of Facility

Record #:	3843
Date of Request:	March 1, 2022
Facility Name:	See Attachment A
Type of Facility:	See Attachment A
FID #:	See Attachment A
Acquisition by:	Community Home Care & Hospice, LLC
Business #:	529
County:	See Attachment A

Dear Ms. Beck:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency) determined that the project described above is exempt from certificate of need (CON) review in accordance with G.S. 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 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 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."

If the business listed above does acquire the facility, you should contact the Agency's Acute and Home Care Licensure and Certification 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 a certificate of need would be required. If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Ena Lightbourne Project Analyst

Micheala Mitchell

Micheala Mitchell Chief

cc: Acute and Home Care Licensure and Certification 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 https://info.ncdhhs.gov/dhsr/ • TEL: 919-855-3873

Attachment A

Facility	County	FID#	Facility Type
Community Home Care & Hospice	Wayne	030499	Home Care
Community Home Care & Hospice	Pitt	050326	Hospice
Community Home Care & Hospice	Franklin	050346	Hospice
Community Home Care & Hospice	Nash	030894	Hospice
Community Home Care & Hospice	Halifax	050349	Hospice
Community Home Care & Hospice	Edgecombe	050277	Hospice
Community Home Care & Hospice	Wilson	021189	Hospice



Scot T. Hasselman Direct Phone: +1 202 414 9268 Email: shasselman@reedsmith.com Reed Smith LLP 1301 K Street, N.W. Suite 1000 - East Tower Washington, D.C. 20005-3373 +1 202 414 9200 Fax +1 202 414 9299 reedsmith.com

March 1, 2022

VIA EMAIL (micheala.mitchell@dhhs.nc.gov)

Michaela Mitchell, Chief NC Department of Health and Human Services Healthcare Planning and Certificate of Need Section 2704 Mail Service Center Raleigh, NC 27699-2704

Re: Notice of Exemption – Acquisition of Wake Forest Baptist Health Care at Home, LLC by Community Home Care & Hospice, LLC

Dear Ms. Mitchell:

On behalf of Gentiva Health Services, Inc. ("Gentiva") and Wake Forest University Baptist Medical Center, please accept this written request for a determination of exemption from certificate of need ("CON") review in accordance with N.C.G.S. § 131E-184(a)(8) for the acquisition of an existing health care facility.

Wake Forest Baptist Health Care at Home, LLC (the "**Facility**") is a state-licensed and Medicare-approved hospice facility located at 126 Executive Drive, Wilkesboro, NC 28697. Community Home Care & Hospice, LLC ("**CHC**")¹ intends to acquire by lease substantially all of the hospice assets of the Facility (the "**Transaction**"). CHC currently operates the state-licensed and Medicare-approved home care and hospice facilities listed on <u>Attachment A</u>. CHC intends to operate the Facility at its present location and to continue serving the communities and populations currently served by the Facility. The parties intend for the Transaction to occur on April 1, 2022.

Based on the foregoing information, we hereby respectfully request your confirmation that the proposal described above is exempt from CON review under N.C. Gen. Stat. §131E-184(a)(8). We are also in communication with the Acute and Home Care Licensure and Certification Section regarding this Transaction and will be providing notification to them separately.

ABU DHABI + ATHENS + AUSTIN + BEIJING + BRUSSELS + CENTURY CITY + CHICAGO + DALLAS + DUBAI + FRANKFURT + HONG KONG HOUSTON + KAZAKHSTAN + LONDON + LOS ANGELES + MIAMI + MUNICH + NEW YORK + PARIS + PHILADELPHIA + PITTSBURGH + PRINCETON RICHMOND + SAN FRANCISCO + SHANGHAI + SILICON VALLEY + SINGAPORE + TYSONS + WASHINGTON, D.C. + WILMINGTON

¹ CHC is a subsidiary of Gentiva.

Michaela Mitchell, Chief March 1, 2022 Page 2

ReedSmith

Please do not hesitate to reach out should you have any questions regarding the Transaction.

Very truly yours, Scot T. Hasselman

Reed Smith LLP On behalf of Gentiva Health Services, Inc.

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J. McLain Wallace, Jr. Atrium Health Wake Forest Baptist Senior Vice President, General Counsel Managing Counsel, Research and Academic Affiliations Legal Department



Michaela Mitchell, Chief March 1, 2022 Page 3

ATTACHMENT A

List of Community Home Care & Hospice, LLC Facilities

Name	Address	County	State License No.
Community Home Care & Hospice, LLC	2309 Wayne Memorial Drive, Goldsboro, NC 27534-1725	Wayne	HC2361
Community Home Care & Hospice, LLC	1003 Red Banks Road, Ste B, Greenville, NC 27858-5908	Pitt	HOS2996
Community Home Care & Hospice, LLC	102 West Nash Street, Ste F, Louisburg, NC 27549-2574	Franklin	HOS3005
Community Home Care & Hospice, LLC	2479 Hurt Drive, Rocky Mount, NC 27804-7976	Nash	HOS2424
Community Home Care & Hospice, LLC	525 Becker Drive, Side A, Roanoke Rapids, NC 27870-3303	Halifax	HOS3009
Community Home Care & Hospice, LLC	401 W Wilson Street, Tarboro, NC 27886- 4236	Edgecombe	HOS2985
Community Home Care & Hospice, LLC	2841 Daisy Lane, Ste E, Wilson, NC 27896- 6948	Wilson	HOS2241; HC3436



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

April 11, 2014

Bode Hemphill, LLP 3105 Glenwood Avenue, Suite 300 Raleigh, North Carolina 27612

Exempt from Review – Acquisition of Facility

Facility:	Hospice of Wilkes Regional Medical Center
Acquisition by:	Wake Forest Baptist Health Care at Home, LLC
County:	Wilkes
FID #:	953893

Dear Mr. Fisher:

In response to your letter of April 3, 2014, the above referenced proposal is exempt from certificate of need review in accordance with G.S 131E-184(a)(8). Therefore, Wake Forest Baptist Health Care at Home, LLC North Carolina Baptist Hospital may proceed to acquire by lease the above referenced health service facility without first obtaining a certificate of need. However, you need to contact the Acute and Home Care 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,

in Kundo Kim Randolph

Project Analyst

Martha J. Frisone, Interim Chief Certificate of Need Section

cc: Medical Facilities Planning Branch, DHSR Acute and Home Care Licensure and Certification Section, 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 • Balaish, NC 27600, 2704

Mailing Address: 2704 Mail Service Center •Raleigh, NC 27699-2704 An Equal Opportunity/ Affirmative Action Employer 2

BODE HEMPHILL, L.L.P.

ATTORNEYS AT LAW 3105 Glenwood Avenue, Suite 300 Raleigh, North Carolina 27612

> TELEPHONE (919) 881-0338 FACSIMILE (919) 881-9548

> > WWW.BCS-LAW.COM

Writer's E-mail: FISHER@BCS-LAW.COM

S. TODD HEMPHILL

DAVID R. BROYLES

MATTHEW A. FISHER

ROBERT V. BODE (RETIRED)

3 April 2014

Martha J. Frisone Chief Kim Randolph Project Analyst NORTH CAROLINA DEPARTMENT OF HEALTH AND HUMAN SERVICES, DIVISION OF HEALTH SERVICE REGULATION, CERTIFICATE OF NEED SECTION 809 Ruggles Drive Raleigh, NC 27603 MAILING ADDRESS

POST OFFICE BOX 6338 RALEIGH, NORTH CAROLINA 27628-6338

VIA HAND DELIVERY

 Re: Hospice of Wilkes Regional Medical Center • Acquisition by Wake Forest Baptist Health Care at Home, LLC
 Hospice Provider No: 341506
 Facility ID No.: 953893
 BH File: 4117.000

Dear Ms. Frisone and Ms. Randolph:

This letter is submitted in follow-up to our previous letter submitted on 24 January 2014 on behalf of North Carolina Baptist Hospital ("NCBH"), and the CON Section's Exemption Determination, dated 4 February 2014, regarding the acquisition of the hospice facility, as that term is defined in N.C. Gen. Stat. § 131E-176(13a) (hereinafter, the "Facility"), owned by WRMC Hospital Operating Corporation, Inc. d/b/a Wilkes Regional Medical Center ("WRMC"). Copies of those two letters are attached hereto as <u>EXHIBIT A</u> and <u>EXHIBIT B</u>, respectively. The CON Section's Exemption Determination concluded that NCBH's acquisition of the Facility by lease was exempt from CON review.

Subsequent to receiving the Exemption Determination, our client determined that the identity of the Facility operator should be changed. As a result of this change, the named lessee which will acquire the Facility will now be Wake Forest Baptist Health Care at Home, LLC, a North Carolina limited liability company (hereinafter "WFBH at Home"), of which NCBH is a member.

As with the previous request submitted to your attention on behalf of NCBH, WFBH at Home intends to acquire the Facility by lease from WRMC. Under the lease, WFBH at Home will obtain control over the Facility and will have the authority to operate and direct all activities within the Facility, subject to the terms of the lease. Martha J. Frisone • Kim Randolph 3 April 2014 Page 2

By this letter, we are providing notice to the CON Section, pursuant to N.C. Gen. Stat. § 131E-184(a) of this transaction. Because this project involves the acquisition of a leasehold interest in an existing health service, we believe the acquisition of the Facility is exempt from CON review pursuant to N.C. Gen. Stat. § 131E-184(a)(8). We would appreciate your office reviewing this information and advising us that our analysis is correct and that this acquisition is not subject to CON review.

Thank you very much for your attention to this matter. In the meantime, should you have any questions or concerns, do not hesitate to contact us at any time.

With warm regards, I remain

Very truly yours,

Matthew A. Fisher BODE HEMPHILL, L.L.P.

MAF:mf

cc: J. McLain Wallace, Jr. (via US Mail • Electronic Mail) Ruth C. Schwartz (via US Mail • Electronic Mail)

BODE HEMPHILL, L.L.P.

ATTORNEYS AT LAW 3105 Glenwood Avenue, Suite 300 Raleigh, North Carolina 27612

JOHN T. BODE S. TODD HEMPHILL MATTHEW A. FISHER DAVID R. BROYLES

TELEPHONE (919) 881-0338 Facsimile (919) 881-9548

WWW.BCS-LAW.COM

24 January 2014

Writer's E-mail: FISHER@BCS-LAW.COM

Martha J. Frisone Chief Julie F. Halatek Project Analyst NORTH CAROLINA DEPARTMENT OF HEALTH AND HUMAN SERVICES, DIVISION OF HEALTH SERVICE REGULATION, CERTIFICATE OF NEED SECTION 809 Ruggles Drive Raleigh, NC 27603

VIA HAND DELIVERY

MAILING ADDRESS

POST OFFICE BOX 6338

RALEIGH, NORTH CAROLINA

27628-6338

 Re: Hospice of Wilkes Regional Medical Center • Acquisition by North Carolina Baptist Hospital, Winston-Salem, Forsyth County, North Carolina Hospice Provider No: 341506 Facility ID No.: 953893
 BH File: 4117.000

Dear Ms. Frisonc and Ms. Halatek:

This letter is submitted on behalf of our client, North Carolina Baptist Hospital (hereinafter "NCBH"). NCBH intends to acquire by lease from WRMC Hospital Operating Corporation, Inc. d/b/a Wilkes Regional Medical Center (hereinafter "WRMC"), the hospice facility, as that term is defined in N.C. Gen. Stat. § 131E-176(13a), owned by WRMC (hereinafter, the "Facility"). Under the lease, NCBH will obtain control over the Facility and will have the authority to operate and direct all activities within the Facility, subject to the terms of the lease. The parties intend for the lease to take effect on 1 February 2014.

The Facility is located at 1907 West Park Drive North Wilkesboro, Wilkes County, North Carolina, and currently is one of two (2) CON-approved or grandfathered licensed hospice providers located in Wilkes County, North Carolina, as identified in the 2014 SMFP.¹

By this letter, we are providing notice to the CON Section, pursuant to N.C. Gen. Stat. § 131E-184(a) of this transaction. Because this project involves the acquisition of a leasehold interest in an existing health service, we believe the acquisition of the Facility is exempt from

¹ While the 2014 SMFP denotes two (2) CON-approved or grandfathered licensed hospice providers located within Wilkes County (Hospice of Wilkes Regional Medical Center and United Hospice), the Licensure and Certification Section also identifies Continuum Home Care and Hospice of Wilkes County as being licensed to provide hospice services.



Martha J. Frisone • Julie F. Halatek 24 January 2014 Page 2

CON review pursuant to N.C. Gen. Stat. § 131E-184(a)(8). We would appreciate your office reviewing this information and advising us that our analysis is correct and that this acquisition is not subject to CON review.

Thank you very much for your attention to this matter. In the meantime, should you have any questions or concerns, do not hesitate to contact us at any time.

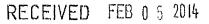
With warm regards, I remain

Very truly yours, atthew A. Fisher

BODE HEMPHILL, L.L.P.

MAF:mf cc: J. McLain Wallace, Jr. (via US Mail • Electronic Mail)

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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

February 4, 2014

Bode Hemphill, LLP 3105 Glenwood Avenue, Suite 300 Raleigh, North Carolina 27612

Exempt from Review - Acquisition of Facility

Facility:	Hospice of Wilkes Regional Medical Center
Acquisition by:	North Carolina Baptist Hospital
County:	Wilkes
FID #:	953893

Dear Mr. Fisher:

In response to your letter of January 24, 2014, the above referenced proposal is exempt from certificate of need review in accordance with G.S 131E-184(a)(8). Therefore, North Carolina Baptist Hospital may proceed to acquire by lease the above referenced health service facility without first obtaining a certificate of need. However, you need to contact the Acute and Home Care 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."

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Sincerely,

rim Kundolph

Kim Randolph Project Analyst

Martha J. Frisone, Interim Chief Certificate of Need Section

Medical Facilitics Planning Section, DHSR Acute and Home Care Licensure and Certification Section, DHSR



cc:

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



Martha can you log this as an exemption request?

Thanks,

Micheala Mitchell, JD <u>NC Department of Health and Human Services</u> <u>Division of Health Service Regulation</u> Section Chief, Healthcare Planning and CON Section 809 Ruggles Drive, Edgerton Building 2704 Mail Service Center Raleigh, NC 27699-2704 Office: 919 855 3879 <u>Micheala.Mitchell@dhhs.nc.gov</u>

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Cc: Hasselman, Scot T. <SHasselman@ReedSmith.com>; McLain Wallace
<mwallace@wakehealth.edu>
Subject: [External] Notice of Exemption - Wake Forest Baptist Health Care at Home, LLC

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Dear Ms. Mitchell:

On behalf of Gentiva Health Services, Inc. and Wake Forest University Baptist Medical Center, please accept the attached written request for a determination of exemption from certificate of need review in accordance with N.C.G.S. § 131E-184(a)(8) for the acquisition of an existing health care facility.

Please do not hesitate to reach out with any questions.

Thank you, Samantha Beck

Samantha R. Beck Associate

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ReedSmith LLP

1301 K Street, N.W. Suite 1000 - East Tower Washington, D.C. 20005-3373

* * *

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