



NC DEPARTMENT OF
**HEALTH AND
HUMAN SERVICES**

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

July 26, 2019

Greg Gaylis
171 17th Street NW, Suite 2100
Atlanta, GA 30363-1031

Exempt from Review

Record #: 3005
Facility Name: Sunrise Assisted Living at North Hills
FID #: 980266
Business Name: SZR North Hills, LP
Business #: 3075
Project Description: Change in corporate ownership structure and licensee/operator resulting in ownership by a new business entity
County: Wake

Dear Mr. Gaylis:

The Healthcare Planning and Certificate of Need Section, Division of Health Service Regulation (Agency), determined that based on your letter of **July 17, 2019**, the above referenced proposal is exempt from certificate of need review in accordance with N.C. Gen. Stat. §131E-184(a)(8). Therefore, you may proceed to offer, develop or establish the above referenced project without a certificate of need.

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

It should be noted that this determination is binding only for the facts represented by you. Consequently, if changes are made in the project or in the facts provided in your correspondence referenced above, a new determination as to whether a certificate of need is required would need to be made by the Agency. Changes in a project include, but are not limited to: (1) increases in the capital cost; (2) acquisition of medical equipment not included in the original cost estimate; (3) modifications in the design of the project; (4) change in location; and (5) any increase in the number of square feet to be constructed.

If you have any questions concerning this matter, please feel free to contact this office.

Sincerely,

Tanya M. Saporito
Project Analyst

Martha J. Frisone
Chief

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

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July 17, 2019

VIA FEDERAL EXPRESS

Ms. Martha Frisone
NC Division of Health Service Regulation
Certificate of Need Section
809 Ruggles Drive
Raleigh, NC 27603

Re: NC Adult Care Homes: Operator and Real Estate Ownership Changes
Sunrise Assisted Living at North Hills FID 980266 Bus 10 3075
615 Spring Forest Road, Raleigh, North Carolina 27609 NR 3005
License Number: HAL-092-108

Dear Ms. Frisone:

This letter is to inform you of proposed changes involving the above-referenced facility (the "Facility"), which will result in (1) a new operating entity and indirect owners above the operating entity, and (2) a new indirect owner of the real estate. In addition, the entity that owns the real estate will be converted from a limited liability company to a limited partnership, but its Tax Identification Number will remain the same. These proposed changes are the result of an internal restructuring of the operator and the entity that owns the real estate for the Facility (the "Restructuring"). A "before-and-after" structure chart showing the current structure and the proposed structure is enclosed with this letter as **Attachment A** for your reference. As depicted in **Attachment A**, the new operator's name will be SZR North Hills Opco LP and the real estate owner's name will be SZR North Hills LP.

It is our understanding that the Restructuring described above and in the enclosed structure chart does not require any additional filings and **we respectfully request the issuance of an "Exemption or No Review Letter" confirming or understanding.**

Thank you for your attention to this matter. If you have any questions or require any additional information, please do not hesitate to contact me.

Ms. Martha Frisone
July 17, 2019
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Sincerely,

Arnall Golden Gregory LLP

A handwritten signature in blue ink, appearing to read "Greg Gaylis", is positioned above the printed name.

Greg Gaylis

Enclosures

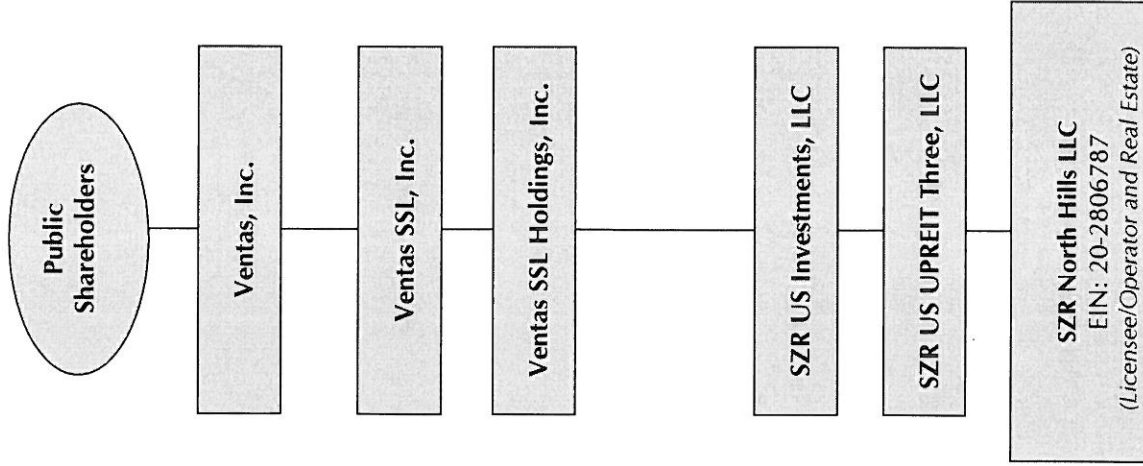
cc: Matthew Leffler, Esq.
Michael J. Stein
Hedy S. Rubinger, Esq.

ATTACHMENT A

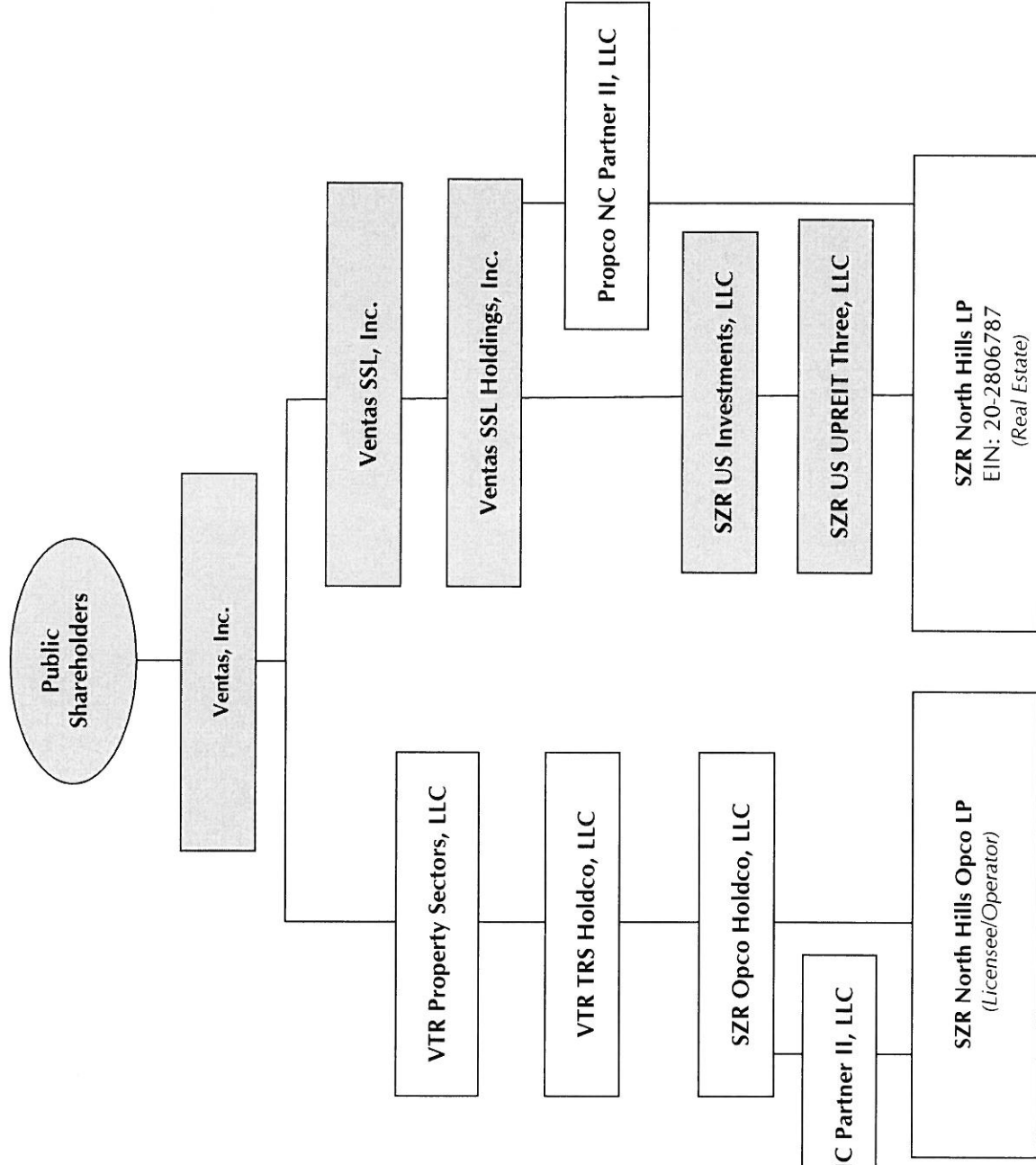
(See Attached)

Sunrise Assisted Living at North Hills
 North Carolina
 Overview of Internal Restructuring

CURRENT



PROPOSED



*Shaded boxes reflect entities that remain in structure.