

NC DEPARTMENT OF HEALTH AND HUMAN SERVICES

VIA EMAIL ONLY

November 16, 2023

James A. Schmidlin Jim.schmidlin@century-care.com

Exempt from Review – Acquisition of Facility

| Record #: | 4314 |
|-------------------|---|
| Date of Request: | November 8, 2023 |
| Facility Name: | Adams Farm Living & Rehabilitation Center |
| Type of Facility: | Nursing Facility |
| FID #: | 923541 |
| Acquisition by: | Jamestown Forest, LLC |
| Business #: | 3762 |
| County: | Guilford |

Dear Mr. Schmidlin:

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 Nursing Home 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,

Gregory F. Yakaboski Project Analyst

Micheala Mitchell Chief

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 cc: Nursing Home Licensure and Certification Section, DHSR

Century Care Management 130 Edinburgh South - Suite 208 Cary, North Carolina 27511-7902

James A. Schmidlin, LNHA President Jim.Schmidlin@Century-Care.com Tel: 919-459-4756

November 7, 2023



Ms. Micheala Mitchell
Ms. Gloria Hale
N.C. Department of Health and Human Services
Division of Health Service Regulation
Health Planning and Certificate of Need Section
2704 Mail Service Center
Raleigh, NC 27699-2704
Re: Notice of Exempt Acquisition of Adams Farm Living & Rehabilitation

Via e-mail and Hard Copy:

Micheala.Mitchell@dhhs.nc.gov Gloria.Hale@dhhs.nc.gov

Dear Ms. Mitchell and Ms. Hale:

I represent Jamestown Forest, LLC, which is an affiliate of Adams Farm Living, Inc. ("Adams Farm Living") and Century Care Management, Inc. ("Century Care"). Adams Farm Living currently leases and operates an existing licensed skilled nursing facility known as Adams Farm Living & Rehabilitation, which is located at 5100 Mackay Road, Jamestown, Guilford County, North Carolina. The Moses H. Cone Memorial Hospital owns the facility, which is currently leased to The Moses H. Cone Memorial Hospital Operating Corporation (collectively "Cone Health") and, in turn, subleased to Adams Farm Living.

This letter serves as written prior notice to the N.C. Department of Health and Human Services, Division of Health Service Regulation, Health Planning and Certificate of Need Section (the "Agency") that Jamestown Forest, LLC plans to acquire the existing licensed skilled nursing facility, known as Adams Farm Living & Rehabilitation, and equipment located at the facility from Cone Health pursuant to the exemption for acquisition of existing health service facilities stated in N.C.G.S. 131E-184 (8). Cone Health no longer wishes to own the facility and Jamestown Forest, LLC is interested in owning the facility that its affiliate, Adams Farm Living, has operated since 2007. The licensed operator, Adams Farm Living, Inc., will remain the same. No new beds or equipment will be added as part of the acquisition.

We would appreciate your prompt acknowledgment of this notice and that this anticipated acquisition is exempt from certificate of need review. Please let us know if you have any questions or need any additional information. Sincerely,

Tames D.

James A. Schmidlin, LNHA President

CC:

Shelley Scanlon, VP Finance, CCMW. Sid Aldridge, Attorney for Jamestown Forest, LLCAndy Page, Forvis

| From: | <u>Mitchell, Micheala L</u> |
|--------------|---|
| То: | Stancil, Tiffany C |
| Cc: | Hale, Gloria |
| Subject: | FW: [External] Exemption Letter for CON 11.7.2023 |
| Date: | Wednesday, November 8, 2023 11:33:24 AM |
| Attachments: | Exemption Letter for CON 11.7.2023.pdf |

Tiffany,

I hope you are well. Would you mind logging this as an exemption and assigning to Greg?

Best,

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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From: Jim Schmidlin < jim.schmidlin@century-care.com>

Sent: Wednesday, November 8, 2023 11:31 AM

To: Mitchell, Micheala L < Micheala. Mitchell@dhhs.nc.gov>; Hale, Gloria < gloria.hale@dhhs.nc.gov>

Cc: Shelley Scanlon <shelley.scanlon@century-care.com>; Sid Aldridge

(wsaldridge@nichollscrampton.com) <wsaldridge@nichollscrampton.com>; Page, Andy

<Andy.Page@forvis.com>; Jim Schmidlin <jim.schmidlin@century-care.com>

Subject: [External] Exemption Letter for CON 11.7.2023

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Ms. Mitchell,

Attached please find our request for Exemption from CON Review for our proposed transaction acquiring Adams Farm Living in Jamestown, NC.

I will follow -up this email with a Fed-Ex hard copy as well.

Please let me know if you have any questions.

Thanks,

Jim Schmidlin, LNHA

President Century Care Management 130 Edinburgh South Suite 208 Cary, NC 27511 Jim.Schmidlin@Century-Care.com Cell: (910) 263-1275 Office: (919) 459-4756

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