

JOSH STEIN • Governor

DEVDUTTA SANGVAI • Secretary

MARK PAYNE • Director, Division of Health Service Regulation

VIA EMAIL ONLY

September 29, 2025

Robert Leandro robbleandro@parkerpoe.com

Exempt from Review - Acquisition of Facility

Record #: 4923

Date of Request: September 10, 2025

Facility Name: Brookwood

Type of Facility: Mental Health Facility

FID #: 924983

Acquisition by: RHA Health Services NC, LLC

Business #: 3994 County: Randolph

Dear Mr. Leandro:

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 Mental Health 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,

Yolanda W. Jackson Project Analyst

Micheala Mitchell

Chief

cc: Mental Health Licensure Section, DHSR

Yolanda W. Jackson

Micheala Mitchell

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



t: 919.835.4636 f: 919.834.4564 robbleandro@parkerpoe.com Atlanta, GA Charleston, SC Charlotte, NC Columbia, SC Greenville, SC Raleigh, NC Spartanburg, SC Washington, DC

September 10, 2025

Via E-mail [micheala.mitchell@dhhs.nc.gov]

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

Re: Prior Notice of Exempt Acquisitions for Acquisition of Existing ICF/IDD Health Service Facilities pursuant to N.C. Gen. Stat. §131E-184(a)(8)

Dear Ms. Mitchell:

This correspondence serves as a prior notice of a transaction involving the sale of the existing ICF/IDD facilities listed in **Attachment A** to this letter (the "Facilities"). The Facilities are presently owned by Community Innovations, Inc. ("Seller"). In the Transaction, the Facilities will be acquired by RHA Health Services NC, LLC ("Buyer").

Pursuant to N.C. Gen. Stat. §131E-184(a)(8), I am requesting confirmation from the Department that RHA Health Services NC, LLC's acquisition of the Facilities is exempt from CON review pursuant to N.C. Gen. Stat. §131E-184(a)(8), which exempts from review the acquisition of existing health service facilities if prior written notice is provided to the Department. If you have any questions, please feel free to contact me at your earliest convenience.

Sincerely,
Robus a. Luho

Robert A. Leandro

RAL/DSS Attachment

Attachment A to CON Exemption Notice

Facility Name		License Number	Address
1.	Avent Ferry Home	MHL-092-126	904 Avent Ferry Road Holly Springs, NC 27540
2.	Brookwood	MHL-076-022	313 East Brookwood Avenue Liberty, NC 27298
3.	Corbel Residential	MHL-078-069	483 Creek Road Orrum, NC 28369
4.	Countryview Residential	MHL-067-019	359 Fire Tower Road Richlands, NC 28574
5.	Friendway Group Home	MHL-041-070	202 Friendway Road Greensboro, NC 27409
6.	Midlake Residential	MHL-009-010	369 E. Green Street Clarkton, NC 28433
7.	Northbay Group Home	MHL-041-017	1907 Northbay Drive Browns Summit, NC 27214
8.	Northridge Residential	MHL-009-009	68 Mitchell Ford Road Clarkton, NC 28433
9.	Pine Ridge Group Home	MHL-053-027	739 Arthur Maddox Road Sanford, NC 27330
10.	Riverside Residential	MHL-024-021	353 Elm Street Fair Bluff, NC 28439
11.	Roanoke Place	MHL-046-006	704 Carolina Avenue North Ahoskie, NC 27910
12.	Strawberry House	MHL-024-019	303 North Howard Street Chadbourn, NC 28431
13.	Timberlea Group Home	MHL-076-023	5691 Mack Lineberry Road Climax, NC 27233
14.	Trotters Bluff	MHL-092-131	912 Avent Ferry Road Holly Springs, NC 27540
15.	Westside Residential	MHL-078-049	467 Creek Road Orrum, NC 28369

From: Mitchell, Micheala L

To: Stancil, Tiffany C

Subject: FW: [External] No Review Request

Date: Thursday, September 11, 2025 3:16:51 PM

Attachments: image790077.png

Letter to Micheala Mitchell - No Review.pdf

Hey! When you return, would you mind logging and assigning this to Yolanda?

Thanks,

Micheala

Micheala Mitchell, JD

NC Department of Health and Human Services

Division of Health Service Regulation

Section Chief, Healthcare Planning and CON Section
809 Ruggles Drive, Edgerton Building
2704 Mail Service Center

Raleigh, NC 27699-2704

Office: 919 855 3879

Micheala.Mitchell@dhhs.nc.gov

From: Leandro, Robert A. <robbleandro@parkerpoe.com>

Sent: Wednesday, September 10, 2025 5:33 PM

To: Mitchell, Micheala L < Micheala. Mitchell@dhhs.nc.gov>

Subject: [External] No Review Request

CAUTION: External email. Do not click links or open attachments unless verified. Report suspicious emails with the Report Message button located on your Outlook menu bar on the Home tab.

Micheala,
Please find a No Review Request sent on behalf of my client RHA.
Thank you,
Robb

Robert Leandro

Partner

Find our latest health care analysis <u>here</u>



PNC Plaza | 301 Fayetteville Street | Suite 1400 | Raleigh, NC 27601

Office: 919.835.4636 | Fax: 919.834.4564 | map

Visit our website at www.parkerpoe.com

PRIVILEGED AND CONFIDENTIAL: This electronic message and any attachments are confidential property of the sender. The information is intended only for the use of the person to whom it was addressed. Any other interception, copying, accessing, or disclosure of this message is prohibited. The sender takes no responsibility for any unauthorized reliance on this message. If you have received this message in error, please immediately notify the sender and purge the message you received. Do not forward this message without permission.

Email correspondence to and from this address is subject to the North Carolina Public Records Law and may be disclosed to third parties by an authorized State official. Unauthorized disclosure of juvenile, health, legally privileged, or otherwise confidential information, including confidential information relating to an ongoing State procurement effort, is prohibited by law. If you have received this email in error, please notify the sender immediately and delete all records of this email.