

STATE OF TENNESSEE HEALTH FACILITIES COMMISSION 665 MAINSTREAM DRIVE, SECOND FLOOR NASHVILLE, TENNESSEE 37243 TELEPHONE (615) 741-7221 FAX (615) 741-7051

PM 101

Policy Memorandum

SUBJECT: CHOW Requirement for Limited Liability Company (LLC)

DATE: February 26, 2025

POLICY: This policy shall supersede Policy 93.

For all facility types, the following additions shall be made for the Change of Ownership sections.

Transactions constituting a change of ownership include, but are not limited to, the following:

For a member-managed Limited Liability Company (LLC), a controlling member of the LLC is replaced through the removal, addition or substitution of another member.

Transactions which do not constitute a change of ownership include, but are not limited to, the following:

For a manager-managed LLC, an equity transfer or sale, even when a controlling interest.

EFFECTIVE: February 26, 2025

APPROVED:

Richard G. Chinn, Jr., Chairman Health Facilities Commission

Caroline Tippens, Esq, CHC Director, Licensure and Regulation