

## **PUBLIC MEETING ON THE PROPOSED AFFILIATION AND MERGER**

The Attorney General is reviewing a transaction involving the proposed affiliation and merger of Children's HealthCare of California, a California nonprofit public benefit corporation (CHC), Children's Hospital of Orange County, a California nonprofit public benefit corporation (CHOC), Children's Hospital at Mission, a California nonprofit public benefit corporation (CHOC at Mission), Rady Children's Hospital and Health Center, a California nonprofit public benefit corporation (RCHHC), and Rady Children's Hospital San Diego, a California nonprofit public benefit corporation (RCHSD).

RCHSD owns and operates a 440-bed general acute care hospital, a 24-bed acute psychiatric hospital, and a 43-bed skilled nursing facility located at 3020 Children's Way, San Diego, California 92123, providing both inpatient and outpatient care for pediatric patients, as well as various outpatient and other medical services for RCHSD's community at locations throughout San Diego County, including neonatal intensive care units located at other licensed general acute care hospitals. RCHSD is also a designated Level I pediatric trauma center and a major pediatric clinical research center.

CHOC is a 334-bed general acute care hospital located in Orange, California providing both inpatient and outpatient care for pediatric patients. CHOC operates a Level I pediatric trauma center and four clinical institute centers for cancer, neurosciences, orthopedics, and cardiac services, as well as several community clinics in Orange County. CHOC at Mission is a 54-bed general acute care hospital for pediatric patients, located within Mission Hospital in Mission Viejo, California, and it is a Level II pediatric trauma center with medical and surgical units, pediatric intensive care unit, and a neonatal intensive care unit.

Under the affiliation and merger agreement dated December 17, 2023, CHC will merge with and into RCHHC, which would result in RCHHC being the sole corporate member of CHOC, CHOC at Mission, and RCHSD, as well as other subsidiaries. According to the parties, the purpose of the transaction is to establish an integrated healthcare delivery system to increase access to and improve outcomes and quality of healthcare for CHC's and RCHHC's communities, and to further CHC's and RCHHC's charitable activities. The proposed nonprofit hospital transaction is being reviewed by the Attorney General as required by Corporations Code section 5920 et seq.

The Attorney General will conduct public meetings on August 20, 2024 at 10:00 AM, at the Multipurpose Room at the San Diego Continuing Education North City Campus, located at 8355 Aero Drive, San Diego, California 92123, and on August 22, 2024 at 10:00 AM, at the Orange County Transportation Authority hearing room, located at 500 South Main Street, Orange, California 92868. The purpose of these public meetings is to receive comments on the proposed change of control and governance and to consider the Health Care Impact Statement prepared by a consultant engaged by the California Attorney General. Prior to the public meeting, the Health Care Impact Statement will be available on the California Attorney General's website at <http://www.oag.ca.gov/charities/nonprofithosp>.

Persons may and are encouraged to present their views on the proposed transaction at the public meeting or by contacting Roma Patel, Deputy Attorney General, by telephone at (213) 269-6326, by email at [Roma.Patel@doj.ca.gov](mailto:Roma.Patel@doj.ca.gov), or by mail at 1300 I Street, Sacramento, California, 95814. The deadline for receipt of written comments is August 23, 2024.