

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE NORTHERN DISTRICT OF GEORGIA
ROME DIVISION

IN RE:) CHAPTER 11
)
REGIONAL HOUSING & COMMUNITY)
SERVICES CORP., et al.,) Jointly Administered Under
) CASE NO. 21-41034-pwb
)
Debtors.)

NOTICE OF AUCTION AND SALE HEARING

PLEASE TAKE NOTICE that on April 28, 2022, above-captioned debtors and debtors and debtors-in-possession (collectively, the “**Debtors**”),¹ by and through the undersigned counsel, filed with the Bankruptcy Court the *Debtors’ First Motion (A) For Authority To Sell Assets Free And Clear Of Liens, Claims, And Encumbrances; (B) To Assume And Assign Certain Executory Contracts, Leases And Licenses And Establish Cure Costs in Connection Therewith; (C) To Establish Procedures With Respect To Such Sale and the Assumption and Assignment of Executory Contracts and Leases; (D) To Consider Approval of Breakup Fee; and (E) To Shorten and Limit Notice* (the “**Motion**”).²

PLEASE TAKE FURTHER NOTICE that, on May 11, 2022, the Bankruptcy Court entered an order [Docket No. 145] (the “**Procedures Order**”), which, among other things, establishes procedures (the “**Bid Procedures**”) that govern the manner in which the Debtors’ assets are to be sold.

PLEASE TAKE FURTHER NOTICE that a copy of the Sale Motion and the Procedures Order are available upon written request to counsel for the Debtors or may be viewed online at <http://www.kccllc.net/RegionalHousing>.

PLEASE TAKE FURTHER NOTICE that, in accordance with the terms of the Sale Procedures Order, the Debtors may conduct an auction (the “**Auction**”) on **June 28, 2022 at 10:00 a.m.** (the “**Auction Date**”) at Scroggins & Williamson, P.C., 4401 Northside Parkway, Suite 450, Atlanta, Georgia 30327 or such other location as is provided to all Qualified Bidders, counsel for the Bond Trustee and the United States Trustee at least one day prior to the Auction. Only parties

¹ The Debtors in these Chapter 11 cases include: Regional Housing & Community Services Corporation, RHCSC Columbus AL Holdings LLC, RHCSC Columbus Health Holdings LLC, RHCSC Douglas AL Holdings LLC, RHCSC Douglas Health Holdings LLC, RHCSC Gainesville AL Holdings LLC, RHCSC Gainesville Health Holdings LLC, RHCSC Montgomery I AL Holdings LLC, RHCSC Montgomery I Health Holdings LLC, RHCSC Montgomery II AL Holdings LLC, RHCSC Montgomery II Health Holdings LLC, RHCSC Rome AL Holdings LLC, RHCSC Rome Health Holdings LLC, RHCSC Savannah AL Holdings LLC, RHCSC Savannah Health Holdings LLC, RHCSC Social Circle AL Holdings LLC, and RHCSC Social Circle Health Holdings LLC.

² Unless otherwise defined herein, capitalized terms shall have the meaning ascribed to them in the Motion, which may be viewed at <http://www.kccllc.net/RegionalHousing>.



that have submitted a Qualifying Bid (as defined in the Sale Procedures Order) as set forth in the Bid Procedures (the “**Bid Deadline**”), or are otherwise permitted to attend the Auction pursuant to the Bid Procedures, will be permitted to participate in and/or make any statements on the record at the Auction.

PLEASE TAKE FURTHER NOTICE that on **June 29, 2022**, at 11:00 a.m. (the “**Sale Hearing**”), the Debtors shall appear before the Bankruptcy Court and seek entry of an order:

- approving one or more asset purchase agreements submitted by the Successful Bidder(s);
- authorizing the sale of the Debtors’ assets to Successful Bidders free and clear of lien, claims and interest, with such liens attaching to the proceeds of the applicable sale in the same order of priority as existed prior to such sale;
- authorizing the assumption and assignment of certain executory contracts and unexpired leases; and
- granting certain related relief.

PLEASE TAKE FURTHER NOTICE that objections to the Sale Motion, if any, must comply with the Federal Rules of Bankruptcy Procedure and the Local Rules of the Bankruptcy Court for the Northern District of Georgia, must be set forth in writing describing the basis therefor, and must be filed with the Bankruptcy Court electronically and, be served upon counsel for the Debtors as follows: Ashley R. Ray, Scroggins & Williamson, P.C., 4401 Northside Parkway, Suite 450, Atlanta, Georgia 30327 no later than **June 22, 2022** (the “**Objection Deadline**”).

PLEASE TAKE FURTHER NOTICE that the failure of any person or entity to file an objection before the Objection Deadline shall be deemed a consent to the sale Debtors’ assets as requested in the Sale Motion and the other relief requested therein, and be a bar to the assertion, at the Sale Hearing or thereafter, of any objection to the Sale Motion, the Auction, the sale of the Debtors’ assets, the Debtors’ consummation and performance pursuant to the asset purchase agreement(s) approved at the Sale Hearing (including, without limitation, the sale of the Debtors’ assets free and clear of all liens, claims and interests), and the assumption and assignment of the Assigned Contracts, if authorized by the Bankruptcy Court.

PLEASE TAKE FURTHER NOTICE that this Sale Notice is subject to the full terms and conditions of the Sale Motion and the Procedures Order, which shall control in the event of any conflict, and the Debtors encourage the parties in interest to review such documents in their entirety.

This 31st day of May, 2022.

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