

IT IS ORDERED as set forth below:

Date: April 22, 2025

Paul Baisier
U.S. Bankruptcy Court Judge

IN THE UNITED STATES BANKRUPTCY COURT NORTHERN DISTRICT OF GEORGIA ATLANTA DIVISION

| |) | |
|-----------------------------------|---|---------------------------|
| In re: |) | Chapter 11 |
| LAVIE CARE CENTERS, LLC, et al. 1 |) | Case No. 24-55507 (PMB) |
| Debtors. |) | (Jointly Administered) |
| |) | Related to Docket No. 735 |

STIPULATION AND AGREED ORDER REGARDING ASSUMPTION OF EXECUTORY CONTRACTS WITH CIGNA

The above-captioned debtors (collectively, the "<u>Debtors</u>"), and Cigna Health and Life Insurance Company, HealthSpring Health and Life Insurance Company, and certain of their

The last four digits of LaVie Care Centers, LLC's federal tax identification number are 5592. There are 282 Debtors in these chapter 11 cases, which are being jointly administered for procedural purposes only. A complete list of the Debtors and the last four digits of their federal tax identification numbers are not provided herein. A complete list of such information may be obtained on the website of the Debtors' claims and noticing agent at https://www.veritaglobal.net/LaVie. The location of LaVie Care Centers, LLC's corporate headquarters and the Debtors' service address is 1040 Crown Pointe Parkway, Suite 600, Atlanta, GA 30338.



affiliates² (collectively, "<u>Cigna</u>," and together with the Debtors, the "<u>Parties</u>") hereby enter into this stipulation and agreed order (this "Stipulation and Agreed Order").

- A. On June 2, 2024, the Debtors filed voluntary petitions for relief under chapter 11 of title 11 of the United States Code (the "Bankruptcy Code") in the United States Bankruptcy Court for the Northern District of Georgia, Atlanta Division (the "Court"). The Debtors' chapter 11 cases are being jointly administered for procedural purposes only.
- B. This Court has jurisdiction over this matter pursuant to 28 U.S.C. § 1334, and this matter is a core proceeding within the meaning of 28 U.S.C. § 157(b)(2).
- C. On December 5, 2024, this Court entered its Findings of Fact, Conclusions of Law, and Order Approving on Final Basis and Confirming Debtors' Modified Second Amended Combined Disclosure Statement and Joint Chapter 11 Plan of Reorganization [Docket No. 735] (the "Plan Confirmation Order").
 - D. The confirmed Plan³ has not yet become effective.
- E. Cigna and the Debtors are parties to the Cigna Payor Agreements, pursuant to which the Debtors provide covered healthcare services to eligible participants within the Cigna Provider Network. The Plan Confirmation Order expressly provided that no Cigna Payor Agreements will be assumed under the Plan without agreement of the Parties and further order of this Court.

² Cigna HealthCare of North Carolina, Inc., Connecticut General Life Insurance Company, Cigna HealthCare of Florida, Inc., HealthSpring of Florida, Inc., Cigna HealthCare of South Carolina, Inc., Cigna HealthCare of Virginia, Inc., Cigna HealthCare Mid-Atlantic, Inc., HealthSpring of Tennessee, Inc., and HealthSpring of Alabama, Inc.

³ Capitalized terms not defined herein shall have the meanings given to them in the Plan Confirmation Order.

- F. Pursuant to the Plan, the Debtors desire to assume the Cigna Payor Agreements on Schedule 1 hereto (collectively, the "Assumed Cigna Agreements") and reject the Cigna Payor Agreements on Schedule 2 hereto (collectively, the "Rejected Cigna Agreements").
- G. By this Stipulation and Agreed Order, the Parties formalize that assumption and rejection as set forth herein.

NOW THEREFORE, in consideration of the foregoing recitals, which are incorporated into this Stipulation and Agreed Order, it is hereby AGREED and ORDERED that:

- 1. This Stipulation and Agreed Order shall be effective upon Court approval.
- 2. Notwithstanding anything to the contrary in the Plan Confirmation Order, the Plan, or any notice related thereto: (a) the Assumed Cigna Agreements shall be assumed under the Plan, and in full and final satisfaction of any cure payment due to Cigna in connection with the Assumed Cigna Agreements, (i) the Reorganized Debtors shall pay Cigna \$6,500 within five (5) business days of the Effective Date of the Plan on account of all obligations of the Debtors to Cigna accruing on or before December 10, 2024, and (ii) all obligations due and unpaid under the Assumed Cigna Contracts accruing during the period of time after December 10, 2024 and prior to the Effective Date shall be unimpaired and reinstated and assumed by the Reorganized Debtors, and nothing in this Order or section 365 of the Bankruptcy Code shall affect such obligations; and (b) the Rejected Cigna Agreements shall be deemed rejected under the Plan, effective as of the later of the Effective Date of the Plan or 30 days from the date this Order is entered.
- 3. The Parties are authorized and empowered to take all actions necessary to implement the relief provided by this Stipulation and Agreed Order.
- 4. The terms and conditions of this Stipulation and Agreed Order shall be immediately effective and enforceable upon entry by the Court.

- 5. This Stipulation and Agreed Order is intended by the Parties to be binding upon their successors, agents, assigns, including bankruptcy trustees and estate representatives, and any parent, subsidiary, or affiliated entity of the Parties.
- 6. The undersigned hereby represent and warrant that they have full authority to execute this Stipulation and Agreed Order on behalf of the respective Parties and that the respective Parties have full knowledge of, and have consented to, this Stipulation and Agreed Order. This Stipulation and Agreed Order may be executed in counterparts and/or by facsimile or other electronic signature, and each such counterpart together with the others shall constitute one and the same instrument.
- 7. The Parties agree that each of them has had a full opportunity to participate in the drafting of this Stipulation and Agreed Order and any claimed ambiguity shall be construed neither for nor against either of the Parties.
- 8. This Stipulation and Agreed Order constitutes the entire agreement between the Parties with respect to the subject matter hereof and supersedes all prior discussions, agreements, and understandings, both written and oral, among the Parties with respect thereto.
- 9. The Court retains jurisdiction with respect to all matters arising from or related to the implementation of this Stipulation and Agreed Order, and the Parties hereby consent to such jurisdiction to resolve any disputes or controversies arising from or related to this Stipulation and Agreed Order.

END OF ORDER

Prepared and agreed to by:

Dated: April 22, 2025 MCDERMOTT WILL & EMERY LLP

/s/ Daniel M. Simon

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- and -

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CONNOLLY GALLAGHER LLP

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Counsel for Cigna Health and Life Insurance Company, HealthSpring Health and Life Insurance Company, and certain of their affiliates

TROUTMAN PEPPER HAMILTON SANDERS LLP

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Counsel for the Official Committee of Unsecured Creditors

LAVIE CARE CENTERS, LLC STIPULATION AND AGREED ORDER SCHEDULE 1 – ASSUMED CIGNA AGREEMENTS

| Case Number | Debtor | Contract Counterparty | Address | Description |
|----------------|---|---|---|--|
| 24-55580 | Emerald Ridge HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare of North Carolina and Emerald Ridge HealthCare LLC - Effective 8/1/10 |
| 24-55544 | Kannapolis HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare of North Carolina and Kannapolis HealthCare LLC - Effective 3/15/11 |
| 24-55612 | Cary HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare of North Carolina and Cary HealthCare LLC - Effective 5/1/11 |
| 24-55519 | Hunter Woods HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna and Hunter Woods HealthCare LLC - Effective 4/15/10 |
| 24-55781 | Willowbrook HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare of North Carolina and Willowbrook HealthCare LLC - Effective 9/1/11 |
| 24-55515 | Oaks at Sweeten Creek HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare of North Carolina and Oaks at Sweeten Creek HealthCare LLC - Effective 3/1/11 |
| 24-55621 | Walnut Cove HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare of North Carolina and Walnut Cove HealthCare LLC - Effective 6/5/11 |
| 24-55573 | Valley View HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare of North Carolina and Valley View HealthCare LLC - Effective 5/1/11 |
| 24-55737 | Clay County HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare North Carolina and Clay County HealthCare, LLC - Effective 7/1/10 |
| 24-55782 | Wilora Lake HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare of North Carolina and Wilora Lake Healthcare LLC - Effective 5/15/11 |
| 24-55726 | Forrest Oakes HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare North Carolina and Forrest Oakes HealthCare, LLC - Effective 8/1/10 |

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SCHEDULE 1 – ASSUMED CIGNA AGREEMENTS

| Case Number | Debtor | Contract Counterparty | Address | Description |
|----------------|---|---|---|--|
| 24-55665 | Westwood HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare of North Carolina and Westwood HealthCare LLC - Effective 9/1/11 |
| 24-55600 | Cardinal North Carolina HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna and Cardinal North Carolina HealthCare LLC - Effective 7/1/10 |
| 24-55744 | Oak Grove HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services Agreement between Cigna HealthCare of North Carolina and Oak Grove Healthcare LLC - Effective 3/1/11 |
| 24-55636 | Wellington HealthCare, LLC | Cigna Healthcare of North Carolina, Inc. | 701 Corporate Center Drive Attn: Director of Provider Contracting Raleigh, NC, 27607 | Ancillary Services between Cigna HealthCare of North Carolina and Wellington HealthCare LLC - Effective 9/1/11 |
| 24-55631 | Pennknoll Village Facility Operations, LLC | Cigna Healthcare of Pennsylvania, Inc. | 3101 Park Lane Drive Pittsburgh, PA, 15275 | Ancillary Services Agreement between Cigna HealthCare of Pennsylvania, Inc. and Pennknoll Village Facility Operations, LLC |
| 24-55600 | Cardinal North Carolina Healthcare, LLC | HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance | Cigna 11016 Rushmore Drive, STE 300 Attention: General Manager Charlotte, NC, 28277 | Ancillary Provider Service Agreement between HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance Company and certain of its affiliates and Cardinal North Carolina Healthcare, LLC d/b/a Cardinal Healthcare and Rehabilitation Center - Effective 5/1/22 |
| 24-55580 | Emerald Ridge Healthcare, LLC | HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance | Cigna 11016 Rushmore Drive, STE 300 Attention: General Manager Charlotte, NC, 28277 | Ancillary Provider Service Agreement between HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance Company and certain of its affiliates and Emerald Ridge Healthcare, LLC d/b/a Emerald Ridge Rehabilitation and Care Center - Effective 7/1/22 |
| 24-55519 | Hunter Woods Healthcare, LLC | HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance | Cigna 11016 Rushmore Drive, STE 300 Attention: General Manager Charlotte, NC, 28277 | Ancillary Provider Service Agreement between HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance Company and certain of its affiliates and Hunter Woods Healthcare, LLC d/b/a Hunter Woods Nursing and Rehabilitation Center - Effective 7/1/22 |

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STIPULATION AND AGREED ORDER SCHEDULE 1 – ASSUMED CIGNA AGREEMENTS

| Case Number | Debtor | Contract Counterparty | Address | Description |
|----------------|---|---|--|---|
| 24-55544 | Kannapolis Healthcare, LLC | HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance | Cigna 11016 Rushmore Drive, STE 300 Attention: General Manager Charlotte, NC, 28277 | Ancillary Provider Service Agreement between HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance Company and certain of its affiliates and Kannapolis Healthcare, LLC d/b/a Transitional Health Services of Kannapolis - Effective 5/1/22 |
| 24-55744 | Oak Grove Healthcare, LLC | HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance | Cigna 11016 Rushmore Drive, STE 300 Attention: General Manager Charlotte, NC, 28277 | Ancillary Provider Service Agreement between HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance Company and certain of its affiliates and Oak Grove Healthcare, LLC d/b/a Oak Grove Healthcare Center - Effective 5/18/22 |
| 24-55515 | Oaks at Sweeten Creek Healthcare, LLC | HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance | Cigna 11016 Rushmore Drive, STE 300 Attention: General Manager Charlotte, NC, 28277 | Ancillary Provider Service Agreement between HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance Company and certain of its affiliates and Oaks at Sweeten Creek Healthcare, LLC d/b/a The Oaks at Sweeten Creek - Effective 7/1/22 |
| 24-55621 | Walnut Cove Healthcare, LLC | HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance | Cigna 11016 Rushmore Drive, STE 300 Attention: General Manager Charlotte, NC, 28277 | Ancillary Provider Service Agreement between HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance Company and certain of its affiliates and Walnut Cove HealthCare, LLC d/b/a Walnut Cove Health and Rehabilitation Center - Effective 5/1/22 |
| 24-55636 | Wellington Healthcare, LLC | HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance | Cigna 11016 Rushmore Drive, STE 300 Attention: General Manager Charlotte, NC, 28277 | Ancillary Provider Service Agreement between HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance Company and certain of its affiliates and Wellington Healthcare, LLC d/b/a Wellington Rehabilitation and Healthcare - Effective 7/1/22 |
| 24-55781 | Willowbrook Healthcare, LLC | HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance | Cigna 11016 Rushmore Drive, STE 300 Attention: General Manager Charlotte, NC, 28277 | Ancillary Provider Service Agreement between HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance Company and certain of its affiliates and Willowbrook Healthcare, LLC d/b/a Willowbrook Rehabilitation and Care Center - Effective 5/1/22 |

LAVIE CARE CENTERS, LLC STIPULATION AND AGREED ORDER SCHEDULE 1 – ASSUMED CIGNA AGREEMENTS

| Case Number | Debtor | Contract Counterparty | Address | Description |
|----------------|----------------------------|---|---|---|
| 24-55507 | LaVie Care Centers, LLC | Connecticut General Life Insurance Company | c/o Jeffrey C. Wisler Connolly Gallagher LLP 1201 North Market Street, 20th Floor Wilmington, DE 19801 jwisler@ connollygallagher.com | Ancillary Services Agreement between Connecticut General Life Insurance Company and LaVie Care Centers, LLC – Effective 5/1/14 |

LAVIE CARE CENTERS, LLC STIPULATION AND AGREED ORDER SCHEDULE 2 – REJECTED CIGNA AGREEMENTS

- Ancillary Services Agreement between Cigna Healthcare of Florida, Inc. and Sea Crest Health Care Management, LLC d/b/a LaVie Management Services of Florida – Effective June 1, 2011
- Ancillary Service Provider Agreement, as amended, between LaVie Care Centers, LLC dba Consulate Health Care and HealthSpring of Alabama, Inc., HealthSpring of Florida, Inc., HealthSpring of Tennessee, Inc., and Cigna Health and Life Insurance Company – Effective 1/1/2020
- Ancillary Services Agreement, as amended, between Cigna Healthcare of Virginia and Cigna Healthcare Mid-Atlantic, Inc. and Consulate Health Care LLC and HealthSpring Life & Health Insurance Company, Inc., Cigna Health and Life Insurance Company, and certain of their affiliates

 Effective 4/1/23
- Ancillary Services Agreement between Cigna Healthcare of Virginia, Inc. and Cigna Healthcare Mid-Atlantic, Inc. and Envoy Healthcare LLC Effective 4/1/12
- Ancillary Service Provider Agreement between Cigna Healthcare of North Carolina, Inc., Cigna Healthcare of South Carolina, Inc., and HealthSpring Life & Health Insurance Company, Inc. and Kannapolis Healthcare, LLC d/b/a Transitional Health Services of Kannapolis – Effective 5/1/16
- Ancillary Service Provider Agreement between Cigna HealthCare of North Carolina, Inc., Cigna HealthCare of South Carolina, Inc., and HealthSpring Life & Health Insurance Company, Inc. and Walnut Cove HealthCare, LLC d/b/a Walnut Cove Health and Rehabilitation Center – Effective 5/1/16
- Ancillary Service Provider Agreement between Cigna Healthcare of North Carolina, Inc., Cigna Healthcare of South Carolina, Inc., and HealthSpring Life & Health Insurance Company, Inc. and Willowbrook Healthcare, LLC d/b/a Willowbrook Rehabilitation and Care Center Effective 6/1/16

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