



Client Alert

Contact Attorneys Regarding
This Matter:

Hedy S. Rubinger
404.873.8724 - direct
404.873.8725 - fax
hedy.rubinger@agg.com

Arnall Golden Gregory LLP
Attorneys at Law
171 17th Street NW
Suite 2100
Atlanta, GA 30363-1031
404.873.8500
www.agg.com

US Senate Special Committee on Aging Holding Hearing on CCRCs

Yesterday, on July 20, 2010, Chairman of the Special Committee on Aging, US Senator Herb Kohl, announced a hearing to be held today entitled "Continuing Care Retirement Communities (CCRCs): Secure Retirement or Risky Investment?" on continuing care retirement communities. The stated purpose of the hearing is to "examine issues of financial stability and potential risks to consumers who pay large entrance fees to join such communities."

The press release announcing the hearing noted that as part of the hearing, "Chairman Kohl will release an investigative report based on the responses received to letters of inquiry sent to five CCRC providers earlier this year. He will also release a study from the US Government Accountability Office, which found that regulatory approaches, CCRC oversight, and consumer protections vary considerably among states." We will obtain copies of this report and study.

With respect to witnesses, the release noted that "[o]ne witness will discuss his experience as a resident of a CCRC that went bankrupt, resulting in the loss of his refundable entrance deposit."

The hearing to be held today at 1:30 EST will be webcast from the committee webpage at www.aging.senate.gov. We are hopeful that it will be available for viewing even after July 21, 2010.

Arnall Golden Gregory LLP serves the business needs of growing public and private companies, helping clients turn legal challenges into business opportunities. We don't just tell you if something is possible, we show you how to make it happen. Please visit our website for more information, www.agg.com.

This alert provides a general summary of recent legal developments. It is not intended to be, and should not be relied upon as, legal advice.