
THE NOTICE

Oklahoma State Department of Health

November 1, 2005

HEALTH RESOURCES DEVELOPMENT SERVICE REPORT

Certificate of Need, Workplace Medical Plan, Health Maintenance Organization and Independent Review Organization matters considered by the Health Resources Development Service are reported in The Notice. Your comments, evidence, and requests regarding these projects should be sent to the Oklahoma State Department of Health, Protective Health Services-0511, Health Resources Development Service, 1000 N. E. 10th, Oklahoma City, OK 73117-1299. The telephone number is (405) 271-6868.

I. Actions taken by the Oklahoma State Department of Health from October 1, 2005 to October 28, 2005 were as follows:

Certificate of Need Applications Approved:

Cedar Creek Nursing Home, Norman, #05-074. Contact Person: Laura Cross, 405/239-4300. Lease of 89 bed nursing facility by Bellecreek Center LLC, which is owned 100% by David Thompson. Cost: \$258,000 annually for ten (10) years. Approved 10/18/05.

The Fountains at Canterbury, Oklahoma City, #05-037. Contact Person: Rachel Hold-Weiss, Esq., 212/484-3990. Purchase with management agreement of this 184 bed continuum of care facility. Real property to be acquired by Sunrise IV Canterbury SL, LLC. Management agreement for operation by Sunrise Senior Living Management, Inc. Cost: \$6,985,000. Approved 10/13/05.

Southwestern Medical Center Behavioral Health Unit, Lawton, #05-125. Contact Person: Elise D. Brennan, 918-582-1211. Purchase of stock by Capella Holdings, Inc., which is owned 69.5% by GTCR Golder Rauner, LLC Peter M. Stavros and Joseph P. Nolan. Cost: \$2,500,000. Approved 10/5/05.

Whispering Pines Nursing Center, Norman, #05-073. Contact Person: Laura Cross, 405/239-4300. Lease of this 200 bed nursing facility by Bellepine, LLC, which is owned 100% by David Thompson. Cost: \$372,000 annually for ten (10) years. Approved 10/18/05.

Joshua House, Thomas, #04-068. Contact Person: Scott Pilgrim, 405/285-8166. Establish new 16 bed specialized facility for mental retarded, by Joshua House, LLC, which is owned 100% by Diakonos Group, LLC. Cost: \$18,000 annually for five (5) years. Approved 7/29/05. NOT PREVIOUSLY REPORTED

Certificate of Need Withdrawn/Denial/ Reconsideration:

Hillcrest Nursing Center, Moore, #05-072. Contact Person: Laura Cross, 405/943-1144. Lease of this 154 bed nursing facility by Bellecrest, LLC, which is owned 100% by David Thompson. Cost: \$330,000 annually for (20) years. Disapproved 10/18/05.

II. The following Certificate of Need applications are complete and ready for review under the Long Term Care Certificate of Need Act, Certificate of Need Hearing Rules, and the Psychiatric and Chemical Dependency Facility Certificate of Need Act. The reviews below rely on submission of written evidence and argument instead of public hearings. This list was prepared on October 28, 2005.

Colonial Lodge Care Center, McAlester, #05-095. Contact Person: Jeffrey Young, 405/624-2444. Purchase of 80 bed nursing center and subsequent lease by Black Diamond Investments, LLC, The Oaks Healthcare Center - McAlester, LLC

dba "Colonial Lodge Care Center", and The Oaks Healthcare Center - McAlester, LLC dba "Colonial Park Care Center" which are owned 33 1/3% by Johnathan G. Rhodes, 33 1/3% by Kelly D. Hardin, and 33 1/3% by Jeffrey W. Young. Cost: \$849,990 with \$240,000 annually for five (5) years. Deadline for filing intent to participate is 10/6/05, and a decision is due 11/20/05.

Colonial Park Nursing Home, #05-115. Contact Person: Kelly Priegnitz, 949-255-7140. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$163,527. Deadline for filing intent to participate 09/29/05, and a decision is due 11/14/05.

Forest Hills Health Care Center, #05-114. Contact Person: Kelly Priegnitz, 949-255-7140. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$6,051,888. Deadline for filing intent to participate 09/29/05, and a decision is due 11/14/05.

Harrah Nursing Center, #05-117. Contact Person: Kelly Priegnitz, 949-255-7140. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$200,427. Deadline for filing intent to participate 09/29/05, and a decision is due 11/14/05.

Lake Drive Home, Henryetta, #05-113. Contact Person: Kelly Priegnitz, 949-255-7140. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$1,625,643. Deadline for filing intent to participate 9/29/05, and a decision is due 11/14/05.

Little Bird Nursing Home, Weatherford, #05-093. Contact Person: Martin Hall, 580/343-2295. Purchase of 81 bed nursing facility by The Mennonite Brethren Church of Corn. Cost: \$600,000. Deadline for filing intent to participate is 10/12/05, and a decision is due 11/28/05.

The Mayfair, #05-119. Contact Person: Kelly Priegnitz, 949-255-7140. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$3,918,352. Deadline for filing intent to participate 09/29/05, and a decision is due 11/14/05.

McLoud Nursing Center, #05-123. Contact Person: Jason Murray, 405-964-2961. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$2,351,253. Deadline for filing intent to participate is 9/29/05, and a decision is due 11/14/05.

Meeker Nursing Center, #05-118. Contact Person: Kelly Priegnitz, 949-255-7140. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$158,047. Deadline for filing intent to participate 09/29/05, and a decision is due 11/14/05.

Pocola Nursing Center, Pocola, #05-098. Contact Person: Jack Atkinson, 405/330-1889. Acquisition by stock purchase of 90 bed nursing facility by Pocola Nursing Center, LLC, which is owned 100% by Chris Hensley. Cost: \$4000. Deadline for filing intent to participate is 11/10/05, and a decision is due 12/25/2005.

Rebold Manor, Okmulgee, #05-038. Contact Person: Michael DeYoung, 405/943-1144. Lease with acquisition of real property for 114 bed nursing facility by Rebold Manor, LLC, which is owned 99% by the Kenneth D. Greiner III Revocable Trust, Don Greiner, Trustee. Cost: \$273,600 annually for five (5) years. Deadline for filing intent to participate is 10/13/05, and a decision is due 11/28/05.

Seminole Estates, #05-122. Contact Person: Gay Vaughn, 405-382-1127. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$214,681. Deadline for filing intent to participate is 9/29/05, and a decision is due 11/14/05.

South Park Health Care Center, #05-126. Contact Person: Marilyn Yeakley, 405-685-4791. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$9,904,888. Deadline for filing intent to participate is 9/29/05, and a decision is due 11/14/05.

Sweetbriar Nursing Center, #05-121. Contact Person: Lacey Meason, 405-933-1794. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$418,681. Deadline for filing intent to participate is 9/29/05, and a decision is due 11/14/05.

Wewoka Nursing Home, #05-120. Contact Person: Elizabeth Permetter, 405-257-3393. Acquisitions through merger with stock transfer by Sun Healthcare Group, Inc., a publicly traded corporation. Cost: \$156,798. Deadline for filing intent to participate is 9/29/05, and a decision is due 11/14/05.

III. Applications filed with the State Department of Health under the Certificate of Need Program but not determined complete as of October 28, 2005, and which may be scheduled for reviews at later dates are:

Watonga Nursing & Rehabilitation C #05-151. Contact Person: Jack Atkinson, 405/330-1189. Acquisition by lease Of 75 bed nursing facility by Crestridge, LLC, which is owned 50% by Sarah Sims and 50% by James Sims. Cost: \$36,000 annually for five (5) years.

IV. Exemption Requests filed with the State Department of Health under House Bill 2723 for exemption of Certificate of Need review as of October 28, 2005 are:

Concordia Senior Living Community, #05-060. Management agreement. Approved 9/22/05
Central Oklahoma Christian Home, #05-126. Real estate transaction. Approved 9/14/05
Community Care Center, Inc., #05-150. Stock transfer. Approved 9/21/05
Community Care Center, #05-152. Management exemption agreement. Pending
Crystal Wood Village Total Care Center, #05-153. Management exemption agreement. Pending
Drumright Nursing Home, #05-138. Management exemption agreement. Pending
Eastwood Manor, #05-134. Management exemption agreement. Pending
Fairfax Manor, #05-133. Management exemption agreement. Pending
Hays House Nursing Home, #05-132. Management exemption agreement. Pending
Hominy Nursing Home, #05-016. Stock transfer. Pending.
Miami Nursing Center, #05-129. Management exemption agreement. Pending
Oakridge Nursing Home, #05-130. Management exemption agreement. Pending
Okemah Care Center, #05-127. Real estate transaction. Pending.
Okmulgee Terrace Nursing Home, #05-128. Management exemption agreement. Pending.
Osage Nursing Home, #05-131. Management exemption agreement. Pending
Pawhuska Nursing Home, #05-135. Management exemption agreement. Pending
Skiatook Nursing Home, #05-137. Management exemption agreement. Pending
Yale Nursing Home, #05-136. Management exemption agreement. Pending

The State Department of Health has an Internet page, which may be accessed at <http://www.health.state.ok.us>. Electronic copies of rules and certain forms and reports are available at that site. From the OSDH home page, click on the "Programs" icon, then scroll down to "Protective Health Services."