
THE NOTICE

Oklahoma State Department of Health

December 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 November 1, 2005 to November 30, 2005 were as follows:

Certificate of Need Applications Approved:

Concordia Senior Living Community, Oklahoma City, #05-059. Contact Person: Lauren Minch, 972-402-3782. Partial new construction for continuum of care facility. Cost: \$4,147,950. Approved 9/12/05.

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.

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. Approved 11/28/05.

Certificate of Need Withdrawn/Denied/ Reconsideration:

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. Denied 11/15/05. Reconsideration hearing set for 12/05/05.

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. Denied 11/15/05. Reconsideration hearing set for 12/05/05.

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. Denied 11/15/05. Reconsideration hearing set for 12/05/05.

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. Denied 11/15/05. Reconsideration hearing set for 12/05/05.

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. Denied 11/15/05. Reconsideration hearing set for 12/05/05.

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. Denied 11/15/05. Reconsideration hearing set for 12/05/05.

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. Denied 11/15/05. Reconsideration hearing set for 12/05/05.

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. Denied 11/15/05. Reconsideration hearing set for 12/05/05.

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. Denied 11/15/05. Reconsideration hearing set for 12/05/05.

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. Denied 11/15/05. Reconsideration hearing set for 12/05/05.

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. Denied 11/15/05.

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.

Colonial Lodge Care Center, McAlester, #05-095. Contact Person: Jeffrey Young, 405/624-2444. Purchase of 80 bed nursing center by The Oaks Healthcare Center – McAlester, LLC and subsequent lease by Black Diamond Investments II, LLC, both 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 Investigation transmitted 11/21/05. On 11/21/05 applicant requested extension decision to 12/9/05. On 11/21/05 Department transmitted letter agreeing to applicant filing response by 12/9/05 and decision by 12/23/05.

Colonial Park Care Center, #05-094. Contact person: Jeffrey Young, 405/624-2444. Purchase of 55 bed nursing center by The Oaks Healthcare Center – McAlester, LLC and subsequent lease by Black Diamond Investments II, LLC, both are owned 33-1/3% by Jonathan G. Rhodes, 33-1/2% by Kelly D. Hardin, and 33-1/3% by Jeffrey W. Young. Cost: \$849,990 with \$240,000 annually for five (5) years. Investigation transmitted 11/21/05 applicant requested extension decision to 12/19/05. On 11/21/05 applicant requested extension decision to 12/9/05. On 11/21/05 Department transmitted letter agreeing to applicant filing response by 12/9/05 and from decision by 12/23/05.

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. Staff investigations of transmitted 11/28/05. Request for extension for the filing information in response to staff investigation by seven days. Request granted with decision deadline extension to 12/12/05.

III. Applications filed with the State Department of Health under the Certificate of Need Program but not determined complete as of November 1, 2005, and which may be scheduled for reviews at later dates are:

Cleveland Manor Nursing Home, #05-173. Contact Person: Jack Atkinson, 405/330-1889. Purchase of 90 bed nursing facility by Dugan for Specialty Care of Cleveland. Cost: \$2,000,000.

Medford Nursing Home (Servant Living Center-Medford, LLC), #05-160. Contract Person: Scott Pilgrim, 405/285-8177. Acquisition thru lease agreement. Purchase with lease; 84 bed facility; cost: \$300,000; \$10,000 annual lease for 20 years.

Southwestern Convalescent Manor, #05-159. Contact person: Donald B. McCaskill, 405/238-5528. Purchase of 59 bed nursing facility; cost: \$1,275,000.

Watonga Nursing & Rehabilitation #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 November 1, 2005 are:

Community Care Center, Inc., #05-152. Management exemption agreement. Denied 10/11/05.
Community Care Center, Inc., #05-158. Amendment to management agreement to original exemption request. Approved 11/10/05.
Country Manor, #05-154. Management exemption replacement/relocation. Due 11/9/05. Pending.
Crystal Wood Village Total Care Center, #05-153. Management exemption agreement. Pending
Crystal Wood Village Total Care Center, #05-153. CN stocks transfer management. Approved 11/8/05.
Crystal Wood Village Total Care, #05-176. Exemption Stock Transfer 11/21/05. Pending.
Drumright Nursing Home, #05-112, exemption request for stock transfer. Previously denied 8/16/2005. Approved 11/14/05.
Drumright Nursing, Home, #05-138. Management exemption agreement. Denied 11/02/05
Drumright Nursing, Home, #05-164. Exemption request based on ownership change. Due 11/17/05. Pending.
Eastwood Manor, #05-111, exemption request for stock transfer. Previously denied 8/16/2005. Approved 11/14/05.
Eastwood Manor, #05-134. Management exemption agreement. Denied 11/02/05.
Eastwood Manor, #05-165. Exemption request based on ownership change. Due 11/17/05. Pending.
Fairfax Manor, #05-110, exemption request for stock transfer. Previously denied 8/16/2005. Approved 11/14/05.
Fairfax Manor, #05-133. Management exemption agreement. Denied 11/02/05.
Fairfax Manor, #05-161. Exemption request based on ownership change. Due 11/17/05. Pending.
French Quarters Health Care Facility, #05-155. Exemption replacement/relocation. Due 11/9/05. Pending
Hays House Nursing Home, #05-100, exemption request for stock transfer. Previously denied 8/16/2005. Approved 11/14/05.
Hays House Nursing Home, #05-132. Contact person: Management exemption agreement. Denied 11/02/05.
Hayes House Nursing Home, #05-163. Exemption Request based on ownership change. Pending
Homestead Nursing Home, Tulsa, 05-156. Exemption request replacement/relocation. Pending.
Hominy Nursing Home, #05-016. Stock transfer. Pending.
Hominy Nursing Home, #05-162. Exemption request based on ownership change. Pending.
Miami Nursing Center, #05-101, exemption request for stock transfer. Previously denied 8/16/2005. Approved 11/14/05.
Miami Nursing Center, #05-129. Management exemption agreement. Denied 11/02/05.
Miami Nursing Center, #05-166. Exemption request based on ownership change. Pending.
Oakridge Nursing Home, #05-105, exemption request for stock transfer. Previously denied 8/16/2005. Approved 11/14/05
Oakridge Nursing Home, #05-130. Management exemption agreement. Denied 11/02/05.
Oakridge Nursing Home, #05-167. Exemption request based on ownership change. Pending.
Okemah Care Center, #05-127. Real estate transaction. Pending.
Okmulgee Terrace, #05-104, exemption request for stock transfer. Contact person: Previously denied 8/16/2005. Approved 11/14/05
Okmulgee Terrace Nursing Home, #05-128. Management exemption agreement. Denied 11/02/05.
Okmulgee Terrace Nursing Home, #05-168. Exemption request based on ownership change. Pending.
Osage Nursing Home, #05-108, exemption request for stock transfer. Previously denied 8/16/2005. Approved 11/14/05.
Osage Nursing Home, #05-131. Management exemption agreement. Denied 11/02/05.
Osage Nursing Home, #05-169. Exemption request based on ownership change. Pending.
Pawhuska Nursing Home, #05-107, exemption request for stock transfer. Previously denied 8/16/2005. Approved 11/14/05.
Pawhuska Nursing Home, #05-135. Management exemption agreement. Denied 11/02/05.
Pawhuska Nursing Home, #05-170. Exemption request based on ownership change. Pending.
Rolling Hills Care Center, #05-157. Exemption Stock transfer. Pending

Skiatook Nursing Home, #05-102. exemption request for stock transfer. Previously denied 8/16/2005. Approved 11/14/05.

Skiatook Nursing Home, #05-137. Management exemption agreement. Denied 11/02/05.

Skiatook Nursing Home, #05-172. Exemption request based on ownership change. Pending.

Skyview Nursing Center, #05-174. Exemption stock transfer. Pending

Yale Nursing Home, #05-106. exemption request for stock transfer. Previously denied 8/16/2005. Approved 11/14/05.

Yale Nursing Home, #05-136. Management exemption agreement. Denied 11/02/05.

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."