

**OKLAHOMA STATE DEPARTMENT OF
HEALTH**

SPECIAL HEALTH SERVICES

**HEALTH RESOURCES DEVELOPMENT
SERVICE**

HEALTH FACILITY SYSTEMS

**HEALTH FACILITY SYSTEMS ANNUAL
REPORT:**

FISCAL YEAR 2002

**July 1, 2001
through
June 30, 2002**

INTRODUCTION

This paper reports review activities by the Oklahoma State Department of Health under authority of the state Certificate of Need laws. Those laws are the Long Term Care Certificate of Need Act (63 O.S. §§ 1-850 et seq.) and the Psychiatric and Chemical Dependency Facility Certificate of Need Act (63 O.S. §§ 1-880.1 et seq.). The time period is July 1, 2001 through June 30, 2002 (FY 2002).

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SUMMARY OF FINDINGS AND DECISIONS EXPLANATION OF FINDINGS CODES

The pages, which follow, list specific projects and include information about each. That information is the following:

- . Name of facility reviewed, and the city where it is located.
- .. The Department's identifying project number and a brief project description.
- .. Estimated cost of the project as submitted by the applicant.
- .. Date of Department Action (or action of applicant if a withdrawal from the review process).

Certificate of Need Statutory Findings for Psychiatric and Chemical Dependency facilities: (63 O.S. §1-880.7.A.)

The action proposed in the application is necessary and desirable in order to provide the services required in the locality to be served;

The proposed action can be economically accomplished and maintained; and,

The proposed action will contribute to the orderly development of services in the locality.

Certificate of Need Statutory Findings for Long-Term Care Facilities: (63 O.S. §1-853.A.)

The action proposed is necessary and desirable in order to provide the services required in the locality to be served.

The proposed action can be economically accomplished and maintained.

The proposed action will contribute to the orderly development of long-term care services in the locality.

The applicant is or employs a licensed nursing home administrator.

Certificate of Need Finding for Health Care Facility Acquisitions: (63 O.S. §1-852.B.2 and 1-880.E.2)

The acquirer has the capability to operate a long term care facility or mental health facility as applicable.

Certificate of Need findings for Replacements of Existing Facilities: (63 O.S. §1-853.C and 1-880.7.C.)

The replacement facility involves no increase in licensed beds;

The replacement long-term care facility shall be located no farther than three miles from the long-term care facility it is replacing (not applicable to psychiatric or chemical dependency projects);

A plan for the facility to be replaced which assures that its use as a nursing facility or a specialized facility will be discontinued upon licensure of the replacement facility (not applicable to psychiatric or chemical dependency projects).

A plan for the facility to be replaced which assures that its use as a psychiatric or chemical dependency facility will be discontinued upon licensure of the replacement facility.

Certificate of Need Findings for Replacements of Existing Psychiatric and Chemical Dependency Facilities: (63 O.S. §1-880.7.C)

The replacement facility involves no increase in licensed beds.

A plan for the use of the facility to be replaced which assures that its use as a psychiatric or chemical dependency facility will be discontinued upon licensure of the replacement facility.

Certificate of Need Findings for Expansions of Long Term Care Facilities by Ten Beds or Ten Percent of Capacity: (63 O.S. §1-853.E.)

The increase in any year is no more than ten percent (10%) of the applicant's total licensed beds in each facility or the increase is no more than ten beds, whichever is greater.

The total capital cost of the project is less than Five Hundred Thousand Dollars (\$500,000); and

The rate of occupancy of the beds in the existing facility is an average of ninety-three percent (93%) or more during the six months preceding the filing of the application.

A plan for the use of the facility to be replaced which assures that its use will be discontinued upon licensure of the replacement facility.

FY 2002
PSYCHIATRIC AND CHEMICAL DEPENDENCY FACILITY
CERTIFICATE OF NEED APPLICATIONS APPROVED

The Department made positive findings under each of the three psychiatric and chemical dependency facility statutory findings (shown on pages 4 & 5 of this report) for the following projects. (This listing does not include acquisition projects.)

Adult Behavioral Care Centers, Norman
Proposal #01-023, new 12 bed psychiatric unit
Cost: \$40,000.00 Date Approved: 06/05/2002

Tulsa Center for Behavioral Health, Tulsa
Proposal #01-037, new 60 bed psychiatric facility
Cost: \$712,500.00 Date Approved: 04/23/2002

Adult Behavioral Thomas, Thomas
Proposal #02-026, establish 12 bed gero-psychiatric
Cost: \$50,000.00 Date Approved: 12/11/2002

Edmond Regional Medical Ctr., Edmond
Proposal #02-023, add 8 gero-psychiatric beds
Cost: \$1,000,000.00 Date Approved: 12/16/2002

FY 2002
PSYCHIATRIC AND CHEMICAL DEPENDENCY
APPLICATIONS DENIED

None

FY 2002
ACQUISITION APPLICATIONS APPROVED
PSYCHIATRIC/CHEMICAL DEPENDENCY ACQUISITIONS

The Department made positive findings under each of the three psychiatric and chemical dependency facility statutory finding for acquisitions (shown on pages 4 & 5 of this report) for the following projects. Any specific findings made by the Department are summarized in the comments following a project's listing.

Narconon Arrowhead, Newkirk
Proposal #01-008, lease & add 155 chemical beds
Cost: \$4,250,000.00 Date Approved: 07/02/2001

FY 2002
LONG TERM CARE APPLICATIONS APPROVED

The Department made positive findings under the four long-term care facility statutory findings (shown on pages 4 & 5 of this report) for the following projects. Any specific findings made by the Department are summarized in the comments following a project's listing. (This listing does not include acquisition projects.)

NEW FACILITIES

Lake Place, Okemah
Proposal #01-034, new 6 bed ICF/MR
Cost: \$130,000.00 Date Approved: 03/07/2002

Ridgeview Place, Okemah
Proposal #01-035, new 6 bed ICF/MR
Cost: \$130,000.00 Date Approved: 03/07/2002

The 89'er Care Center, Guthrie
Proposal #01-018, new 16 bed ICF/MR
Cost: \$50,000.00 Date Approved: 12/10/2001

Atlanta Place, Okemah
Proposal #02-013, new 6 bed ICF/MR
Cost: \$130,000.00 Date Approved: 08/29/2002

Guthrie Place, Okemah
Proposal #02-016, new 6 bed ICF/MR
Cost: \$130,000.00 Date Approved: 08/29/2002

Lexington Place, Okmulgee
Proposal #02-015, new 6 bed ICF/MR
Cost: \$130,000.00 Date Approved: 08/29/2002

Liberty Place, Okmulgee
Proposal #02-014, new 6 bed ICF/MR
Cost: \$130,000.00 Date Approved: 08/29/2002

New Frontiers Aspen House, Okla. City
Proposal #02-002, new 8 bed ICF/MR
Cost: \$150,000.00 Date Approved: 07/15/2002

New Frontiers Santa Fe House, Okla. City
Proposal #02-003, new 8 bed ICF/MR
Cost: \$150,000.00 Date Approved: 07/15/2002

Go Ye Village Health Care Cent, Tahlequah
Proposal #02-017, establish 42 bed alzheimer facility
Cost: \$2,081,882.00 Date Approved: 11/18/2002

**FY 2002
LONG TERM CARE APPLICATIONS APPROVED
REPLACEMENT FACILITIES**

The Department made positive findings under the three long-term care facility statutory findings (shown on pages 4 & 5 of this report) for the following projects. Any specific findings made by the Department are summarized in the comments following a project's listing. (This listing does not include acquisition projects.)

Brentwood Care Center of Broken Arrow, Broken Arrow
Proposal #01-016, purchase 52 bed nursing facility
Cost: \$250,000.00 Date Approved: 01/28/2002

Chandler Nursing Center, Chandler
Proposal #02-007, replacement of facility
Cost: \$3,750,000.00 Date Approved: 05/31/2002

Eidetik of Weleetka, Weleetka
Proposal #01-033, relocate 6 nursing facility beds
Cost: \$130,000.00 Date Approved: 02/19/2002

Eidetik of Weleetka, Weleetka
Proposal #01-036, relocate 6 beds
Cost: \$130,000.00 Date Approved: 02/27/2002

Pioneer Estate Nursing Home, Chandler
Proposal #02-006, replacement of facility
Cost: \$3,750,000.00 Date Approved: 05/31/2002

Southern Oaks Manor, Oklahoma City
Proposal #02-022, replace 114 bed nursing facility
Cost: \$5,500,000.00 Date Approved: 10/09/2002

**FY 2002
LONG TERM CARE APPLICATIONS APPROVED
BEDS ADDED TO EXISTING FACILITIES THROUGH
CONVERSION OR CONSTRUCTION OF SPACE**

The Department made positive findings under the long-term care facility statutory findings (shown on pages 4 & 5 of this report) for the following projects. Any specific findings made by the Department are summarized in the comments following a project's listing. (This listing does not include acquisition projects.)

Spanish Cove Retirement Village, Yukon
Proposal #01-019, add 11 nursing facility beds
Cost: \$7,970,045.00 Date Approved: 10/29/2001

The Golden Rule Home, Inc., Shawnee
Proposal #01-029, add 10 nursing facility beds
Cost: \$5,000.00 Date Approved: 01/18/2002

Cherokee County Nursing Center, Tahlequah
Proposal #02-025, add 10 nursing facility beds
Cost: \$7,000.00 Date Approved: 09/10/2002

Claremore Nursing Home, Inc., Claremore
Proposal #02-035, add 8 nursing facility beds
Cost: \$500,000.00 Date Approved: 01/03/2003

FY 2002
LONG TERM CARE APPLICATIONS APPROVED
HOSPITAL BASED SKILLED NURSING UNITS

The Department made positive findings under the long-term care facility statutory findings (shown on pages 4 & 5 of this report) for the following projects. Any specific findings made by the Department are summarized in the comments following a project's listing. (This listing does not include acquisition projects.)

Via Christi Okla. Regional Med, Ponca City
Proposal #01-040, add 2 skilled nursing facility beds
Cost: \$1,900.00 Date Approved: 06/24/2002

FY 2002
ACQUISITION APPLICATIONS APPROVED
LONG TERM CARE FACILITY ACQUISITIONS

The Department made positive findings under the long-term care facility statutory findings (shown on pages 4 & 5 of this report) for the following projects. Any specific findings made by the Department are summarized in the comments following a project's listing.

Vian Nursing Home, Inc., Vian
Proposal #01-031, stock transfer of 133 beds
Cost: \$39,998.00 Date Approved: 05/01/2002

Binger Nursing Home, Binger
Proposal #01-007, purchase 65 bed nursing facility
Cost: \$1,000,000.00 Date Approved: 01/31/2002

Cherokee Manor, Cherokee
Proposal #01-015, purchase 54 bed nursing facility
Cost: \$625,000.00 Date Approved: 01/02/2002

Crystal Wood Village, Woodward
Proposal #01-012, acquisition thru lease termination
Cost: \$2,150,000.00 Date Approved: 12/20/2001

Gran Gran's Place, Yukon
Proposal #01-032, lease 69 bed nursing facility
Cost: \$197,385.00 Date Approved: 05/13/2002

Okemah Pioneer Nursing Home, Okemah
Proposal #01-004, lease 76 bed nursing facility
Cost: \$149,597.00 Date Approved: 07/23/2001

Seiling Nursing Center, Seiling
Proposal #02-004, acquisition/lease of this 31 bed nursing facility
Cost: \$395,000.00 Date Approved: 04/26/2002

Sherwood Manor Nursing Home, Tulsa
Proposal #01-009, purchase 102 bed nursing facility
Cost: \$3,030,000.00 Date Approved: 08/17/2001

Stratford Nursing Center, Stratford
Proposal #01-001, lease 106 bed nursing facility
Cost: \$62,777.14 Date Approved: 08/27/2001

The Oaks Healthcare Center, Poteau
Proposal #01-020, purchase 158 bed nursing facility
Cost: \$3,750,000.00 Date Approved: 11/26/2001

Washita Valley Living Center, Pauls Valley
Proposal #01-013, lease 109 bed nursing facility
Cost: \$2,550,000.00 Date Approved: 12/20/2001

Windlan Oaks Living Center, Frederick
Proposal #01-003, lease this 110 bed nursing facility
Cost: \$928,944.12 Date Approved: 08/20/2001

Broken Bow Nursing Home, Broken Bow
Proposal #02-005, stock transfer
Cost: \$25,000.00 Date Approved: 08/05/2002

Parkview Nursing Home, Shawnee
Proposal #01-028, management agreement
Cost: \$0.00 Date Approved: 07/19/2002

Ponca City Nursing & Rehabilitation, Ponca City
Proposal #01-025, lease/management agreement
Cost: \$2,070,000.00 Date Approved: 07/19/2002

Seminole Pioneer Nursing Home, Seminole
Proposal #01-027, management agreement
Cost: \$0.00 Date Approved: 07/19/2002

Shawnee Colonial Estates Nursing Center, Shawnee
Proposal #02-001, lease/management agreement
Cost: \$2,300,000.00 Date Approved: 08/28/2002

Stillwater Rosewood Care Ctr., Stillwater
Proposal #01-024, management agreement
Cost: \$0.00 Date Approved: 07/19/2002

Texoma Manor, Kingston
Proposal #02-012, purchase 60 bed facility
Cost: \$82,500.00 Date Approved: 07/11/2002

Westhaven Nursing Home, Stillwater
Proposal #01-026, lease/management agreement
Cost: \$1,804,000.00 Date Approved: 07/19/2002

Bell Avenue Nursing Center, Elk City
Proposal #02-021, lease 90 bed nursing facility
Cost: \$2,400,000.00 Date Approved: 12/20/2002

Broadway Manor Nursing Home, Muskogee
Proposal #02-034, lease 105 bed nursing facility
Cost: \$737,236.00 Date Approved: 12/16/2002

Medford Nursing Home, Medford
Proposal #02-020, management agreement
Cost: \$0.00 Date Approved: 10/25/2002

Oak Dale Manor, Sand Springs
Proposal #02-024, lease 213 bed nursing facility
Cost: \$797,350.00 Date Approved: 12/30/2002

Senior Suites Healthcare, Broken Arrow
Proposal #02-031, purchase 52 bed facility
Cost: \$175,000.00 Date Approved: 12/02/2002

Shawnee Sunset Estates, Shawnee
Proposal #02-018, management agreement
Cost: \$0.00 Date Approved: 12/20/2002

FY 2002 LONG TERM CARE APPLICATIONS DENIED

The Department made positive findings under the long-term care facility statutory findings (shown on pages 4 & 5 of this report) for the following projects. Any specific findings made by the Department are summarized in the comments following a project's listing.

Elkwood Manor, L.C., Elk City
Proposal #01-021, sub-lease 90 bed nursing facility
Cost: \$0.00 Date Disapproved: 12/14/2001

Seminole Pioneer Nursing Home, Seminole
Proposal #02-019, lease 110 bed nursing facility
Cost: \$1,209,600.00 Date Disapproved: 02/23/2002

Southern Oaks Manor, Oklahoma City
Proposal #01-022, replace 114 bed nursing facility
Cost: \$5,000,000.00 Date Disapproved: 01/22/2002

Temple Manor Nursing Home, Temple
Proposal #02-010, management agreement
Cost: \$0.00 Date Disapproved: 06/21/2002

The Wolfe Living Center at Sum, Harrah
Proposal #01-010, lease 44 bed nursing facility
Cost: \$0.00 Date Disapproved: 08/29/2001

Tuttle Care Center, Tuttle
Proposal #02-008, management agreement
Cost: \$0.00 Date Disapproved: 06/21/2002

Vista Nursing Home, Heavener
Proposal #01-039, stock transfer of 51 bed facility
Cost: \$450,000.00 Date Disapproved: 04/25/2002

Western Hills Health Care Cent, Lawton
Proposal #02-011, management agreement
Cost: \$0.00 Date Disapproved: 06/21/2002

Willow Park Health Care Center, Lawton
Proposal #02-009, management agreement
Cost: \$0.00 Date Disapproved: 06/21/2002

FY 2002 COMPLETE APPLICATIONS PENDING REVIEW

The Department made positive findings under the long-term care facility statutory findings (shown on pages 4 & 5 of this report) for the following projects. Any specific findings made by the Department are summarized in the comments following a project's listing.

Blackwell Nursing Home, Inc., Blackwell
Proposal #02-039, stock transfer
Cost: \$0.00

Cottonwood Nursing Center, Yukon
Proposal #02-030, lease 130 bed nursing facility
Cost: \$433,000.00

Eastgate Village Retirement Center, Muskogee
Proposal #02-036, lease 110 bed nursing facility
Cost: \$908,773.00

Hillcrest Manor, Blackwell
Proposal #02-038, stock purchase
Cost: \$0.00

Rest Haven Nursing Center, Cushing
Proposal #02-040, stock transfer
Cost: \$0.00

Adult Behavioral Duncan, Duncan
Proposal #02-028, establish 12 gero-psych beds
Cost: \$55,000.00

Adult Behavioral of Norman, Norman
Proposal #02-032, add 6 psychiatric beds
Cost: \$84,333.00

**FY 2002
INCOMPLETE APPLICATIONS
PENDING SUBMISSION ON INFORMATION**

The Department made positive findings under the long-term care facility statutory findings (shown on pages 4 & 5 of this report) for the following projects. Any specific findings made by the Department are summarized in the comments following a project's listing.

None

**FY 2002
CERTIFICATE OF NEED APPLICATIONS WITHDRAWN**

The Department made positive findings under the long-term care facility statutory findings (shown on pages 4 & 5 of this report) for the following projects. Any specific findings made by the Department are summarized in the comments following a project's listing. (This listing does not include acquisition projects.)

Prairie View Living Center, Clinton
Proposal #01-030, purchase 70 bed nursing facility
Cost: \$2,000,000.00 Date Withdrawn: 02/04/2002