

**OKLAHOMA STATE DEPARTMENT OF
HEALTH**

SPECIAL HEALTH SERVICES

**HEALTH RESOURCES DEVELOPMENT
SERVICE**

HEALTH FACILITY SYSTEMS

**HEALTH FACILITY SYSTEMS ANNUAL
REPORT:**

FISCAL YEAR 2004

June 30, 2003

through

July 01, 2004

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, 2000 through June 30, 2001 (FY 2001).

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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 2004
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.)

St. Anthony Hospital Okla. City
Proposal #04-003, Convert 14 adult to child and add 6 child for a total of 20
Cost: Date Approved: 07/02/2004

Hillcrest Medical Center Tulsa
Proposal #04-017, purchase of the 30 bed psychiatric unit
Cost: \$1,118,543.00 Date Approved: 07/08/2004

Tulsa Regional Medical Center Tulsa
Proposal #04-018, purchase this 96 bed psychiatric unit
Cost: \$7,565,987.00 Date Approved: 07/08/2004

FY 2004
PSYCHIATRIC AND CHEMICAL DEPENDENCY FACILITY
CERTIFICATE OF NEED APPLICATIONS DENIED

None

FY 2004
ACQUISITION APPLICATIONS APPROVED
PSYCHIATRIC/CHEMICAL DEPENDENCY ACQUISITIONS

None

Cushing Regional Hospital, Cushing
Proposal #04-019, lease of this 18 bed psychiatric unit
Cost: \$464,162.00 Date Approved: 07/20/2004

Henryetta Medical Center, Henryetta
Proposal #04-020, lease this 14 bed psychiatric unit
Cost: \$293,874.00 Date Approved: 07/20/2004

Wagoner Community Hospital, Wagoner
Proposal #04-021, lease this 60 bed psychiatric unit
Cost: \$411,264.00 Date Approved: 07/20/2004

FY 2004
LONG TERM CARE APPLICATIONS APPROVED

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.)

New Facilities

Westminster Village, Inc. Ponca City
Proposal #03-039, add 10 nurs. fac. beds
Cost: \$499,000.00 Date Approved: 09/30/2003

McMahon-Tomlinson Nursing Center Lawton
Proposal #03-041, add 6 nursing facility beds
Cost: \$17,500.00 Date Approved: 10/16/2003

Wood Manor, Inc. Claremore
Proposal #03-048, relocation of 129 bed nursing facility
Cost: \$3,500,000.00 Date Approved: 12/18/2003

Pioneer Estate Nursing Home Chandler
Proposal #03-053, replace 24 of 49 beds of a licensed nursing facility
Cost: \$350,000.00 Date Approved: 02/11/2004

The Pavilion at Spanish Cove Yukon
Proposal #04-005, add ten nursing facility beds
Cost: \$55,000.00 Date Approved: 04/28/2004

Freedom Place Okemah
Proposal #04-006, new 8 bed ICF/MR facility
Cost: \$225,000.00 Date Approved: 10/23/2004

Cross Place Okmulgee
Proposal #04-007, new 8 bed ICF/MR facility
Cost: \$225,000.00 Date Approved: 10/23/2004

University Place Okmulgee
Proposal #04-008, new 8 bed ICF/MR facility
Cost: \$225,000.00 Date Approved: 10/23/2004

Montereau in Warren Woods Tulsa
Proposal #04-012, management contract of this 90 bed continuum of care facility
Cost: \$0.00 Date Approved: 09/20/2004

Pocola Nursing Center Pocola
Proposal #04-016, stock transfer of this 90 bed nursing facility
Cost: \$4,000.00 Date Approved: 09/06/2004

**FY 2004
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.)

Wood Manor, Inc. Claremore
Proposal #03-048, relocation of 129 bed nursing facility
Cost: \$3,500,000.00 Date Approved: 12/18/2003

Pioneer Estate Nursing Home Chandler
Proposal #03-053, replace 24 of 49 beds of a licensed nursing facility
Cost: \$350,000.00 Date Approved: 02/11/2004

Dr. W.F. & Mada Dunaway Manor Nursing Home Guymon
Proposal #04-023, relocation of lic. beds- exemption
Cost: \$2,000,000.00 Date Approved: 07/07/2004

Gatesway Foundation I Broken Arrow
Proposal #04-024, relocate 3 beds - exemption
Cost: \$240,000.00 Date Approved: 07/14/2004

FY 2004
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.)

Westminster Village, Inc. Ponca City
Proposal #03-039, add 10 nurs. fac. beds
Cost: \$499,000.00 Date Approved: 09/30/2003

McMahon-Tomlinson Nursing Center Lawton
Proposal #03-041, add 6 nursing facility beds
Cost: \$17,500.00 Date Approved: 10/16/2003

Plantation Village Nursing Center Altus
Proposal #04-001, add 10 nursing facility beds
Cost: \$35,000.00 Date Approved: 05/17/2004

The Pavilion at Spanish Cove Yukon
Proposal #04-005, add ten nursing facility beds
Cost: \$55,000.00 Date Approved: 04/28/2004

FY 2004
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.)

McAlester Regional Health Center Authority McAlester
Proposal #03-042, add 4 skilled nursing facility beds
Cost: \$17,896.00 Date Approved: 11/18/2003

FY 2004
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.

Maple Place Wetumka

Proposal #03-043, 16 bed ICF/MR

Cost: \$100,000.00 Date Approved: 11/10/2003

Colonial Lodge Care Center McAlester

Proposal #03-044, lease this 80 bed nursing facility

Cost: Date Approved: 01/21/2004

Colonial Park Care Center McAlester

Proposal #03-045, lease this 55 bed nursing facility

Cost: Date Approved: 01/21/2004

Hillcrest Nursing Home Tishomingo

Proposal #03-047, purchase this 70 bed nursing facility

Cost: \$1,300,000.00 Date Approved: 12/31/2003

K.D.&S. Homes, Inc. Durant

Proposal #03-049, purchase 65 bed licensed nursing facility

Cost: \$730,000.00 Date Approved: 04/03/2004

Sequoyah East Nursing Center Roland

Proposal #03-050, acquisition by assignment of shareholder of this 80 bed facility

Cost: \$0.00 Date Approved: 04/16/2004

Sequoyah Manor Roland

Proposal #03-051, acquisition by assignment of shareholder

Cost: \$0.00 Date Approved: 04/16/2004

Muldrow Nursing Home Muldrow

Proposal #03-052, acquisition by assignment of shareholder

Cost: \$0.00 Date Approved: 04/22/2004

Thomas Nursing Center Thomas

Proposal #03-054, lease this 60 bed licensed nursing facility

Cost: \$343,236.00 Date Approved: 03/22/2004

Newkirk Nursing Center, Inc. Newkirk

Proposal #03-055, stock transfer in this 43 bed nursing facility

Cost: \$0.00 Date Approved: 04/14/2004

Summit Living Center Okeene
Proposal #04-004, purchase this 70 bed licensed nursing facility
Cost: \$995,000.00 Date Approved: 10/11/2004

Servant Living Center-Beggs, LLC Beggs
Proposal #04-009, Purchase & Subseq lease this 50 bed licensed nursing facility
Cost: \$482,210.33 Date Approved: 08/05/2004

Warr Acres Nursing Center Okla. City
Proposal #04-010, lease of this 103 bed licensed nursing facility
Cost: \$55,000.00 Date Approved: 07/01/2004

Magnolia Manor Lexington
Proposal #04-011, lease of 101 bed licensed nursing facility
Cost: \$1,350,000.00 Date Approved: 07/12/2004

The Cottage Senior Healthcare Residence Tulsa
Proposal #04-013, purchase of this 66 bed licensed nursing facility
Cost: \$1,500,000.00 Date Approved: 08/06/2004

Heavener Nursing Home Heavener
Proposal #04-015, lease of 41 bed nursing home
Cost: \$55,315.00 Date Approved: 09/22/2004

FY 2004 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.

Bryant Nursing Center Edmond
Proposal #03-040, lease 60 bed nursing facility
Cost: \$514,805.00 Date Disapproved: 12/15/2003

Plantation Village Nursing Center Altus
Proposal #04-001, add 10 nursing facility beds
Cost: \$35,000.00 Date Disapproved: 05/17/2004

Forrest Manor Nursing Center Dewey
Proposal #04-002, lease this 116 bed licensed nursing facility
Cost: \$489,583.00 Date Disapproved: 07/06/2004

Midwest City Nursing Center Midwest City
Proposal #04-014, management agreement of this 106 bed nursing facility
Cost: \$0.00 Date Disapproved: 08/02/2004

FY 2004
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.

Duncan Manor fka Duncan Care Center Duncan
Proposal #05-004, lease of 180 bed nursing facility
Cost: \$1,424,988.00

CommunityCare HMO Tulsa
Proposal #HMO-03-007, Annual License Renewal
Cost:

FY 2004
INCOMPLETE APPLICATIONS
PENDING SUBMISSION ON INFORMATION

None

FY 2004
CERTIFICATE OF NEED APPLICATIONS WITHDRAWN

None