

**OKLAHOMA STATE DEPARTMENT OF
HEALTH**

SPECIAL HEALTH SERVICES

**HEALTH RESOURCES DEVELOPMENT
SERVICE**

HEALTH FACILITY SYSTEMS

**HEALTH FACILITY SYSTEMS ANNUAL
REPORT:**

FISCAL YEAR 2005

July 01, 2004
through
June 30, 2005

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 1,2005 through June 30, 2006 (FY 2006).

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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 2005
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.)

Tulsa Regional Medical Center Tulsa
Proposal #04-064, 27 adult bed expansion of psych facility
Cost: \$300,000.00 Date Approved: 01/31/2005

INTEGRIS Mental Health Center Mental Health-Spencer Spencer
Proposal #05-006, add 22 acute child/adolescent psych beds to psych facility
Cost: \$1,397,000.00 Date Approved: 03/11/2005

FY 2005
PSYCHIATRIC AND CHEMICAL DEPENDENCY FACILITY
CERTIFICATE OF NEED APPLICATIONS DENIED

None

FY 2005
ACQUISITION APPLICATIONS APPROVED
PSYCHIATRIC/CHEMICAL DEPENDENCY ACQUISITIONS

None

FY 2005
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

Quinton Manor Nursing Home Quinton
Proposal #04-030, acquisition thru stock transfer of this 50 bed nursing home
Cost: \$5,000.00 Date Approved: 10/28/2004

Meridian Nursing Home Comanche
Proposal #04-057, purchase of 63 bed facility
Cost: \$1,000,000.00 Date Approved: 12/20/2004

Midwest City Nursing Center Midwest City
Proposal #04-071, acquisition by management agreement
Cost: Date Approved: 04/05/2005

Yale Nursing Home Yale
Proposal #05-009, stock transfer - exemption
Cost: Date Approved: 05/04/2005

Skiatook Nursing Home Skiatook
Proposal #05-010, stock transfer - exemption
Cost: Date Approved: 05/04/2005

Pawhuska Nursing Home Pawhuska
Proposal #05-011, stock transfer - exemption
Cost: Date Approved: 05/04/2005

Osage Nursing Home Nowata
Proposal #05-012, stock transfer - exemption
Cost: Date Approved: 05/04/2005

Okmulgee Terrace Nursing Home Okmulgee
Proposal #05-013, stock transfer - exemption
Cost: Date Approved: 05/04/2005

Oakridge Nursing Home Wewoka
Proposal #05-014, stock transfer - exemption
Cost: Date Approved: 05/04/2005

Miami Nursing Center Miami
Proposal #05-015, stock transfer - exemption
Cost: Date Approved: 05/04/2005

Hays House Nursing Home Nowata
Proposal #05-017, stock transfer - exemption
Cost: Date Approved: 05/04/2005

**FY 2005
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.)

Rose Manor Shawnee

Proposal #04-044, reversion of facility ownership- exemption

Cost: Date Approved: 08/27/2004

Center of Family Love Okarche

Proposal #04-052, relocate 12 of 54 beds - exemption 1 North Facility

Cost: Date Approved: 10/14/2004

Servant Living Center - Beggs, LLC dba Country Lane Cottage OneBeggs

Proposal #04-055, relocate beds to 4 facilities - exemption

Cost: Date Approved: 10/20/2004

Servant Living Center -Beggs, LLC dba Country Lane CottageBeggs

Proposal #04-058, relocate beds to 4 facilities - exemption

Cost: Date Approved: 10/20/2004

Servant Living Center -Beggs, LLC dba Country Lane Cottage ThreeBeggs

Proposal #04-059, relocate beds to 4 facilities - exemption

Cost: Date Approved: 10/20/2004

Servant Living Center -Beggs, LLC dba Country Lane Cottage FourBeggs

Proposal #04-060, relocate beds to 4 facilities - exemption

Cost: Date Approved: 10/20/2004

Center of Family Love Okarche

Proposal #04-062, relocate 12 of 54 beds - exemption 2 South Facility

Cost: Date Approved: 10/14/2004

Alcis Place Weleetka

Proposal #04-077, relocate 2 beds from Institutional Building - exemption

Cost: Date Approved: 12/08/2004

Oneida Place Weleetka

Proposal #04-082, relocate 2 beds from Institutional Building - exemption

Cost: Date Approved: 12/17/2004

Third Place Weleetka

Proposal #04-083, relocate 2 beds from Institutional Building - exemption

Cost: Date Approved: 12/17/2004

Seminole Place Weleetka
Proposal #04-084, relocate 2 beds from Institutional Building - exemption
Cost: Date Approved: 12/17/2004

Country Place Weleetka
Proposal #04-085, relocate 2 beds from Institutional Building - exemption
Cost: Date Approved: 12/17/2004

Beverly Place Weleetka
Proposal #04-086, relocate 2 beds from Institutional Building - exemption
Cost: Date Approved: 12/17/2004

Rose Manor Nursing Center Shawnee
Proposal #05-028, real estate purchase - exemption
Cost: Date Approved: 04/04/2005

Carnegie Nursing Home Carnegie
Proposal #05-031, real estate transaction - exemption
Cost: Date Approved: 04/15/2005

Hobart Good Samaritan Home Kiowa
Proposal #05-033, relocation - exemption
Cost: Date Approved: 04/29/2005

Rose Manor Shawnee
Proposal #05-035, replacement - exemption
Cost: Date Approved: 05/04/2005

The Fountains at Canterbury Oklahoma City
Proposal #05-062, real estate transaction and management agreement - exemption
Cost: Date Approved: 06/20/2005

**FY 2005
LONG TERM CARE APPLICATIONS APPROVED
BEDS ADDED TO EXISTING FACILITIES THROUGH
CONVERSION OR CONSTRUCTION OF SPACE**

None

**FY 2005
LONG TERM CARE APPLICATIONS APPROVED
HOSPITAL BASED SKILLED NURSING UNITS**

None

FY 2005
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.

Lindsay Manor Nursing Home Lindsay
Proposal #04-050, lease of 106 bed facility
Cost: \$895,308.00 Date Approved: 11/29/2004

Heritage Park Oklahoma City
Proposal #04-065, lease of 55 bed facility
Cost: Date Approved: 03/15/2005

Heritage Manor Oklahoma City
Proposal #04-066, 5-year lease of 55 bed facility
Cost: Date Approved: 01/10/2005

Edmond Health Care Center Edmond
Proposal #04-067, lease of 109 bed facility
Cost: Date Approved: 01/10/2005

Western Hills Health Care Center Lawton
Proposal #04-072, lease of 151 bed facility
Cost: Date Approved: 02/21/2005

Temple Care Center Temple
Proposal #04-073, lease of 48 bed facility
Cost: Date Approved: 02/21/2005

Willow Park Care Center Lawton
Proposal #04-074, lease of 151 bed facility
Cost: Date Approved: 02/21/2005

Tuttle Care Center Tuttle
Proposal #04-075, lease of 52 bed facility
Cost: Date Approved: 02/21/2005

Crescent Manor f/k/a Crescent Care Center Crescent
Proposal #04-087, lease of 47 bed facility
Cost: \$382,126.00 Date Approved: 04/11/2005

Silvercrest Manor Nursing Home f/k/a Silvercrest Manor Anadarko
Proposal #04-088, lease of 92 bed facility
Cost: \$1,617,010.00 Date Approved: 04/11/2005

McAlester Manor fka McAlester Nursing Center McAlester
Proposal #05-001, lease of 63 bed nursing facility
Cost: \$518,491.00 Date Approved: 04/11/2005

Marlow Manor Nursing Home fka Marlow Manor Marlow
Proposal #05-002, lease of 69 bed nursing facility
Cost: \$511,890.00 Date Approved: 04/11/2005

Hennessey Manor Nursing Home fka Hennessey Care Center Hennessey
Proposal #05-003, lease of 50 bed nursing facility
Cost: \$350,789.00 Date Approved: 04/11/2005

Duncan Manor fka Duncan Care Center Duncan
Proposal #05-004, lease of 180 bed nursing facility
Cost: \$1,424,988.00 Date Approved: 04/11/2005

Oklahoma Christian Retirement Community Edmond
Proposal #05-005, purchase of 177 bed continuum of care facility
Cost: \$1,919,910.00 Date Approved: 04/06/2005

Christian Care Retirement Village Chickasha
Proposal #05-007, purchase of 164 bed continuum of care facility
Cost: \$4,200,000.00 Date Approved: 04/06/2005

Deaconess Hospital Oklahoma City
Proposal #05-021, purchase with mgmt. agreement for snf and psych beds
Cost: \$144,529.00 Date Approved: 04/01/2005

FY 2005 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.

Watonga Nursing and Rehabilitation Facility Watonga
Proposal #04-061, lease of 75 bed facility
Cost: Date Disapproved: 02/22/2005

Joshua House Thomas
Proposal #04-068, establish new 16 bed ICF/MR
Cost: \$143,730.74 Date Disapproved: 02/28/2005

**FY 2005
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.

Concordia Senior Living Community Oklahoma City

Proposal #05-059, establish 30 nurs. facility beds in a cont. care ret. comm.

Cost: \$4,147,950.00

Heritage Crossing Edmond

Proposal #05-064, purchase of 177 bed continuum of care facility

Cost: \$2,716,000.00

**FY 2005
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.

Hominy Nursing Home Hominy
Proposal #05-016, stock transfer - exemption
Cost:

Coles Nursing Home Guthrie
Proposal #05-032, managing member change-exemption
Cost:

The Fountains at Canterbury Oklahoma City
Proposal #05-037, purchase with management agreement
Cost:

Rebold Manor Okmulgee
Proposal #05-038, lease w/acquisition of real property for 114 bed nf
Cost: \$1,368,000.00

Concordia Senior Living Community Oklahoma City
Proposal #05-060, management agreement - exemption filed with standard app 05-059
Cost:

Vista Nursing Home Heavener
Proposal #05-063, facility replacement
Cost: \$1,700,000.00

McCalls Chapel School, cottage #2 Ada
Proposal #05-065, replace beds - exemption
Cost:

McCalls Chapel School Cottage #3 Ada
Proposal #05-066, replace beds - exemption
Cost:

McCalls Chapel School Cottage #4 Ada
Proposal #05-067, replace beds - exemption
Cost:

McCalls Chapel School Cottage #10 Ada
Proposal #05-068, replace beds - exemption
Cost:

McCalls Chapel School Cottage #11 Ada
Proposal #05-069, replace beds - exemption
Cost:

McCalls Chapel School Cottage #13 Ada
Proposal #05-070, replace beds - exemption
Cost:

McCalls Chapel School Cottage #14 Ada
Proposal #05-071, replace beds - exemption
Cost:

Hillcrest Nursing Center Moore
Proposal #05-072, lease of 154 bed nursing facility
Cost: \$6,600,000.00

Whispering Pines Nursing Center Norman
Proposal #05-073, lease of 200 bed nursing facility
Cost: \$7,440,000.00

Cedar Creek Nursing Center Norman
Proposal #05-074, lease of 89 bed nursing facility
Cost: \$5,160,000.00

FY 2005
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.)

Park Boulevard Care Center Muskogee
Proposal #04-032, stock transfer exemption
Cost: \$0.00 Date Withdrawn: 09/21/2004

Community Health Care of Gore Gore
Proposal #04-036, stock transfer - exemption
Cost: Date Withdrawn: 08/06/2004

Muskogee Nursing Center Muskogee
Proposal #04-037, stock transfer - exemption
Cost: Date Withdrawn: 08/06/2004

Cedar Creek Manor fka Heartland at Cedar Creek Norman
Proposal #05-054, lease of 89 bed nursing facility
Cost: \$2,700,000.00 Date Withdrawn: 06/17/2005

Hillcrest Manor fka Hillcrest Nursing Center Moore
Proposal #05-055, lease of this 154 nursing facility
Cost: \$3,360,000.00 Date Withdrawn: 06/17/2005

Whispering Pines Manor Nursing Home fka Whispering Pines NC Norman
Proposal #05-056, lease of 200 bed nursing facility
Cost: \$3,960,000.00 Date Withdrawn: 06/17/2005

Greenbrier Nursing Home Number Two, Inc. Enid
Proposal #05-058, stock transfer - exemption
Cost: Date Withdrawn: 06/20/2005