

THE NOTICE

February 1, 2009

Certificate of Need, Workplace Medical Plan, Health Maintenance Organization, and Independent Review Organization matters considered by the HRDS (Health Resources Development Service) are reported in *The Notice*. Comments, evidence, and requests regarding these projects should be sent to the Health Resources Development Service.

I. Actions taken by the Oklahoma State Department of Health from January 1, 2009, through January 31, 2009, were as follows:

Certificate of Need Applications Approved

Duncan Regional Hospital, #08-050. Contact person: Ms. Cindy Rauh, 580/251-8559. Establishment of a 12-bed inpatient geriatric psych unit within Duncan Regional Hospital. Cost: \$4,758,098. Filed 11/8/08. Complete 12/5/08. Deadline for filing notice of intent to participate ends: 01/01/09. Decision due: 2/15/09. Approved 2/17/09.

Certificate of Need Withdrawn/Denied/Reconsideration

Quartz Mountain Care Center, #08-044. Contact person: Ms. Elizabeth Base, 405/447-3000. Purchase of 72-bed nursing home facility from Accredited Financial Services, Inc, and Jim Tacker, Court Appointed Receiver in care of John Workun of Quail Creek Bank. Cost: \$500,000, with subsequent lease at annual lease of \$480,000 for 20 years. Filed 10/16/08. Incomplete 10/20/08. Additional information due 01/20/09. The application was summarily dismissed as no response to the opportunity to respond was filed by 2/12/09.

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.

Lake Drive Home, #08-043. Contact person: Scott Pilgrim, 405/517-3820. Purchase of 60-bed nursing home facility by Lake Drive Holdings, LLC from Peak Medical Oklahoma Holdings-Lake Drive, Inc. Cost: \$625,000, with subsequent lease by Lake Drive Cottages, LLC, at annual lease of \$120,000 and length of lease 20 years. The sole member and manager of Lake Drive Holdings, LLC and Lake Drive Cottages, LLC is Diakones Group, LLC, whose 99% member and manager is Scott Duane Pilgrim. Filed 10/10/08. Complete 12/29/08. Deadline for filing notice of intent to participate ends: 01/27/09. Decision due: 3/13/09.

Newkirk Nursing Center, #08-051. Contact person: Jeff Butcher. Purchase agreement of 43-bed nursing home facility from Newkirk Nursing Center, Inc. Cost: \$494,000. Filed 11/24/08. Incomplete 12/4/08. Information due 3/8/09. Complete 2/17/09. Deadline for filing notice of intent to participate ends 3/19/09. Decision due 4/30/09.

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Pauls Valley Health Care Facility, #08-052. Contact person: Ms. Carrie C. Burnsed, 405/232-8700. Acquisition by sublease agreement from G.H.M. Enterprises Inc. and Woodlawn, L.L.C. at annual lease of \$129,431.28 and length of lease 5 years, with option for three additional 5-year terms. The sole member of Pauls Valley Care Center, LLC is BK Strategies, LLC, whose sole member is Bart T. Reed. The manager of Pauls Valley Care Center, LLC and BK Strategies, LLC is Bart Read. Filed 11/26/08. Incomplete 12/11/08. Information due 3/1/09. Additional information filed 1/16/09. Complete: 2/4/09. Deadline for filing notice of intent to participate ends 3/2/09. Decision due 4/16/09.

Pleasant Manor Nursing Home, #08-053. Contact person: Mr. Scott Pilgrim, 405/517-3820, 800/237-7112. Facility acquisition of this 142 bed licensed nursing facility by Sapulpa Holdings, LLC with a subsequent sub-lease to Arbor Village, LLC. Cost: 0. Annual lease for 2008 is \$204,000; 2009 is \$210,000; 2010 is \$220,500; 2011 is \$231,600; 2012 is \$243,180, with 1.05 times the prior year's monthly rental for 2013 and thereafter. The sole member and manager of Sapulpa Holdings, LLC and Arbor Village, LLC is Diakones Group, LLC, whose 99% member and manager is Scott Duane Pilgrim. Filed 12/01/08. Incomplete 12/15/08. Additional Information due 3/15/09. Complete 2/4/09. Deadline for filing notice of intent to participate ends 3/2/09. Decision due 4/16/09.

III. Applications filed with the State Department of Health under the Certificate of Need Program, but not determined complete as of December 31, 2008, and which may be scheduled for reviews at later dates are:

Brookhaven Hospital, #08-054. Contact person: Ms. Patricia Rogers, 405/235-9621. 24-bed expansion to adult psych unit. Cost: \$1,823,900. Filed 12/9/08. Incomplete 12/11/08. Information due 3/11/09.

IV. Exemption Requests filed with the State Department of Health under 63 O.S. § 1-852(C) (D) for exemption of Certificate of Need review as of December 31, 2008 are:

Ada Retirement & Care Center, #09-001. Exemption – management agreement. Filed 1/15/09. Incomplete 1/21/09.

Grace Living Center-Altus, #09-002. Exemption – facility relocation. Filed 1/23/09. Incomplete 2/7/09.

Hominy Nursing Home, #05-016. Exemption – ownership change. Filed 1/26/05. Incomplete 6/17/05.

Hominy Nursing Home, #05-162. Exemption – ownership change. Filed 11/3/05. Incomplete 11/18/05.