

October 29, 2010



Genesis HealthCareSM

Phyllis Powell, Assistant Director
Planning, Development and Quality
Division of Licensing & Regulatory Services
State of Maine
11 State House Station
Augusta, ME 04333

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200 Brickstone Square
Andover, MA 01810
Division of Licensing and
Regulatory Services

Dear Phyllis,

Per your instructions, we would like to make you aware of three facility upgrades we have underway for our Maine Centers. Our scheduled improvements are listed below with a summary of expenses for each.

Marshwood Center

33 Roger Street
Lewiston, ME 04240

This project includes basic finish upgrades for the majority of the facility common areas. Our intention is to make the facility more attractive and homelike for our residents. As part of our culture change initiatives, we are enhancing the some of the dining spaces with some countertops and cabinetry to give it more of a country kitchen feel. We also intend to purchase some new electric beds and resident room furniture.

Design Fees	\$45,000
General Contractor	\$698,845
FF&E	\$204,355
Total	\$948,200

Sedgewood Commons

22 Northbrook Drive
Falmouth, ME 04105

This project also includes basic finish upgrades for the majority of the facility common areas. Our intention is to make the facility more user friendly, attractive, and homelike for our dementia population. As part of our culture change initiatives, we are enhancing the resident dining spaces with new countertops and cabinetry to give it more of a country kitchen feel. This change will also allow us an easier flow for meal service, improving the overall resident dining experience. Additionally, we are planning on improving the shower/tub rooms with new bathing equipment and finishes.

Design Fees	\$50,000
General Contractor	\$675,662
FF&E	\$192,190
Total	\$917,852

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Cedar Ridge

23 Cedar Ridge Drive
Skowhegan, ME 04976

This project is similar to the above listed projects. We plan to basic finish upgrades to the facility common areas. As part of our culture change initiatives, we are enhancing the resident dining spaces with new countertops and cabinetry to give it more of a country kitchen feel. . This change will also allow us an easier flow for meal service, improving the overall resident dining experience. We are also adding a small 750 sq. ft. addition off the Short Stay corner of the facility. Randall Gray from the local building inspection office was contacted and approved the construction. No permit was required by his office as the addition was not large enough to warrant one.

Design Fees	\$45,000
General Contractor	\$680,000
FF&E	\$161,775
Total	\$886,775

Should you have any questions, please feel free to contact me.

Sincerely,



Wendy A. LaBate
Senior VP of Operations
Genesis HealthCare Corporation
Northeast Area

WAL/sbs

CC: Dick Blinn
Jim Noddin
Craig Rowley