

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 OR 15(d) of The Securities Exchange Act of 1934

Date of Report (date of earliest event reported):

September 22, 2014

SUMMIT HEALTHCARE REIT, INC.

(Exact name of registrant as specified in its charter)

Maryland
(State or other jurisdiction
of incorporation)

000-52566
(Commission
File Number)

73-1721791
(I.R.S. Employer
Identification No.)

2 South Pointe Drive, Suite 100, Lake Forest, California 92630
(Address of principal executive offices)

(949) 852-1007
(Registrant's telephone number, including area code)

Not Applicable
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act.
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act.
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act.
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act.
-

Item 2.01. Completion of Acquisition or Disposition of Assets.

Acquisition of Two Skilled Nursing Facilities in Colorado

General

On September 22, 2014, through two wholly-owned subsidiaries, we acquired a 60 bed skilled nursing facility in Lamar, Colorado (“Lamar”) from Juniper Meadows, L.P., an unaffiliated third party and a 60 bed skilled nursing facility in Monte Vista, Colorado (“Monte Vista”) from Juniper Haven, L.P., an unaffiliated third party (collectively the “Properties”) for \$8 million including cash on hand plus the loan described in Item 2.03 below.

The Properties are leased to an affiliate of Dakavia Management Corporation of Salem, Oregon, under long-term triple net leases. The information in Item 2.03 below is hereby incorporated in this Item 2.01.

The press release is attached to this Current Report as Exhibit 99.1 and hereby incorporated to this Form 8-K.

Item 2.03 Creation of a Direct Financial Obligation or an Obligation under an Off-Balance Sheet Arrangement of a Registrant.

We acquired our interest in the Properties subject to a loan secured by the Properties. On September 22, 2014, we entered into a loan agreement with The Private Bank for a loan in the aggregate amount of \$6.0 million collateralized by security interests in the Properties. The loan, which bears interest at the One Month LIBOR (London Interbank Rate), with a floor of 25 basis points, plus a spread of 4.50%, has a 25 year amortization schedule and matures on September 21, 2017. The loan may be prepaid with no penalty if the Properties are refinanced through the Department of Housing and Urban Development.

Item 9.01 Financial Statements and Exhibits

Exhibit No. Description

99.1 Press release issued September 26, 2014, titled “Summit Healthcare REIT, Inc. Expands to Colorado”

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the Company has duly caused this report to be signed on its behalf by the undersigned, hereunto duly authorized.

SUMMIT HEALTHCARE REIT, INC.

By: /s/ Elizabeth Pagliarini

Name: Elizabeth Pagliarini

Title: Chief Financial Officer

Dated: September 26, 2014



NEWS RELEASE

FOR IMMEDIATE RELEASE

CONTACT

Kiersten Mehl
 (800) 978-8136
 kmehl@summithealthcarereit.com

Summit Healthcare REIT, Inc. Expands to Colorado

Lake Forest, Calif., (Sept. 26, 2014) – Summit Healthcare REIT, Inc. (“Summit”) announced today that it acquired two skilled nursing facilities in Colorado for a purchase price of approximately \$8 million on Sept. 22, 2014.

The two facilities acquired include Juniper Village at Lamar, which is a 22,000 square foot skilled nursing facility located in Lamar, Colorado, and Juniper Village at Monte Vista, which is a 20,000 square foot skilled nursing facility located in Monte Vista, Colorado. Both of the 60-bed facilities were built in 1972 and renovated in 2008.

The facilities will be operated and leased by Dakavia Management Corp. (“Dakavia”) pursuant to a 15-year triple net lease. Dakavia has over twenty years of experience in the skilled nursing industry and operates three other facilities in Summit’s portfolio.

“We have been pleased with the relationship with Dakavia as they have been a great partner and operator for us,” said Kent Eikanas, President and Chief Operating Officer of Summit Healthcare REIT, Inc. “We look forward to our continued growth with Dakavia.”

“Summit has been a great group to work with and an important part of our strategic growth,” said Kent Emry, President of Dakavia Management Corp.

These acquisitions are Summit’s first since becoming self-managed earlier this year and mark the geographic expansion into the state of Colorado, a strategy consistent with key objectives to grow and diversify Summit’s portfolio.

About Summit Healthcare REIT, Inc.

Summit is a publicly registered non-traded REIT that is currently focused on investing in healthcare related senior housing real estate located throughout the United States. The current portfolio includes interests in 14 long-term triple net leased healthcare facilities.

For more information, please contact Kiersten Mehl at (800) 978-8136.

This material does not constitute an offer to sell or a solicitation of an offer to buy Summit Healthcare REIT, Inc.

This release may contain forward-looking statements relating to the business and financial outlook of Summit Healthcare REIT, Inc. that are based on our current expectations, estimates, forecasts and projections and are not guarantees of future performance. Actual results may differ materially from those expressed in these forward-looking statements, and you should not place undue reliance on any such statements. A number of important factors could cause actual results to differ materially from any forward-looking statements contained in this release. Such factors include those described in the Risk Factors sections of the Company’s annual report on Form 10-K for the year ended December 31, 2013, and quarterly reports for the periods ended March 31, 2014, and June 30, 2014. Forward-looking statements in this document speak only as of the date on which such statements were made, and we undertake no obligation to update any such statements that may become untrue because of subsequent events. We claim the safe harbor protection for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995.

###