



## State of Tennessee

### Health Services and Development Agency

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# AGENDA

TBI Headquarters Building  
901 R.S. Gass Blvd.  
Nashville, TN

Wednesday, February 27, 2019  
8:30 a.m. CST

- I. CALL TO ORDER
- II. ROLL CALL – 9 present: Jordan, Gaither, Korth, Patric, Brown, Chinn, Taylor, Harding, and Scarboro.  
  
Mr. Ridgeway arrived at 8:44 a.m. after roll call.  
  
Mr. Ridgway and Mr. Gaither left at 11:35 a.m.
- III. DIRECTOR'S ANNOUNCEMENTS
- IV. December 12, 2018 MINUTES APPROVAL
- V. STATE HEALTH PLAN UPDATE  
  
Jeff Ockerman, Director of Health Planning, Tennessee Department of Health
- VI. CONSENT CALENDAR

**APPROVED**

**Motion: Dr. Patric  
2<sup>nd</sup> : Mr. Taylor  
(9-0-0)**

#### **A. West Surgery Center, Knoxville (Knox County), TN - CN1809-040**

The establishment of a multi-specialty ASTC with four operating rooms and one procedure room. at 7945 Wolf River Road, Germantown (Shelby County), TN 38138. The West Surgery Center was a collaboration between Methodist Le Bonheur Healthcare (Methodist), the University of Tennessee Health Science Center (UT), and the West Clinic. The business relationship between the three parties ended effective January 1, 2019. Since the surgery services currently provided are billed as an outpatient hospital department of Methodist, it is necessary for the West Surgery Center to apply as an ASTC for outpatient surgery as a result of the change in ownership. The applicant is owned by The West Clinic, P.C. The estimated project cost is \$6,198,422.16.

<p><b>APPROVED</b></p> <p><b>Motion: Mr. Taylor 2<sup>nd</sup> : Ms. Harding (9-0-0)</b></p>	<p><b>B. Tennessee Home Health, Cleveland (Bradley County), TN – CN1811-048</b></p> <p>The relocation of its principal office from 7625 Hamilton Park Drive, Suite 16, Chattanooga (Hamilton County), to an existing branch office at 2650 Executive Park NW, Suite 3 Cleveland (Bradley County). Tennessee Home Health is licensed to serve Bledsoe, Bradley, Grundy, Hamilton, McMinn, Marion, Meigs, Polk, Rhea, and Sequatchie Counties. No counties are being added or deleted due to this project. If approved, the current parent office will close after the move to Cleveland. The applicant is owned by LHCG LXII, LLC. Tennessee Health Care Group, LLC is the sole member of LHCG LXII, LLC. LHC Group, Inc. is the sole member and manager of Tennessee Health Care Group, LLC. LHC Group, Inc. is a publicly traded corporation listed on the NASDAQ under ticker “LHCG”. The estimated project cost is \$256,875.</p>
<p><b>APPROVED</b></p> <p><b>Motion: Ms. Harding 2<sup>nd</sup> : Dr. Patric (10-0-0)</b></p>	<p><b>C. Metro Knoxville HMA, LLC, dba Tennova Healthcare, North Knoxville Medical Center, Knoxville (Knox County), TN – CN1812-051</b></p> <p>The relocation of 18 of the 30 licensed inpatient rehabilitation beds located at 900 E. Oak Hill Avenue, Knoxville (Knox County), TN to a new site at 7447 Andersonville Pike, Knoxville (Knox County), TN 37938. If approved, the 18 inpatient rehabilitation beds will be relocated 5.2 miles from the main North Knoxville Medical Center campus and will operate as a satellite department of North Knoxville Medical Center. The applicant is owned by Metro Knoxville HMA, LLC d/b/a Tennova Healthcare. The estimated project cost is \$1,923,825.</p>

VII. CERTIFICATE OF NEED APPLICATIONS

<p><i>Mr. Ridgway Recused</i></p> <p><b>APPROVED</b></p> <p><b>Motion: Dr. Patric 2<sup>nd</sup> : Ms. Jordan (6-3-0)</b></p>	<p><b>A. Methodist Healthcare-Memphis Hospitals dba Methodist Le Bonheur Germantown Hospital, Germantown (Shelby County), TN – CN1810-045</b></p> <p>The change of location of a linear accelerator that was approved but not implemented under CN1602-009A. The applicant proposes to change the previously approved location of the linear accelerator from Methodist University Hospital, located at 1211-1265 Union Avenue, Memphis, TN 38104 to a medical office building located on the Methodist Hospital Germantown campus located at 7655 Poplar Avenue Germantown (Shelby County), TN 38138. The applicant is owned by Methodist Le Bonheur Healthcare. The estimated project cost is \$17,038,068.</p>
<p><i>Mr. Ridgway, Ms. Brown, and Ms. Harding Recused</i></p> <p><b>DENIED</b></p> <p><b>Motion: Ms. Jordan 2<sup>nd</sup> : Dr. Patric (6-0-0)</b></p>	<p><b>B. Saint Thomas West Hospital, Nashville (Davidson County), TN – CN1811-046</b></p> <p>The development of a new adult liver transplant program at 4220 Harding Pike, Nashville (Davidson County), TN 37205. The applicant is owned by Saint Thomas Health, which is ultimately owned by Ascension. The estimated project cost is \$940,000.</p>

<p><i>Mr. Ridgway,, and Ms. Harding recused</i></p> <p><b>APPROVED</b></p> <p><b>Motion: Ms. Jordan 2<sup>nd</sup> : Mr. Taylor (7-0-0)</b></p>	<p><b>C. TriStar Horizon Medical Center, Dickson (Dickson County),TN – CN1812-049</b></p> <p>The initiation of mobile positron emission tomography (PET) services up to 2 days per week. The mobile PET service will be located at the TriStar Natchez Campus at 107 Natchez Park Drive, Dickson (Dickson County). The applicant is owned by Central Tennessee Hospital Corporation. Through subsidiaries, the Applicant’s owner is indirectly owned by HCA Healthcare, Inc. The estimated project cost is \$502,448.</p>
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VIII. GENERAL COUNSEL REPORT

<p><b>APPROVED</b></p> <p><b>Motion: Mr. Chinn 2<sup>nd</sup> : Dr. Patric (8-0-0)</b></p>	<p><b>A. Henderson County Community Hospital, Lexington (Henderson County), TN – CN0405-046AM</b></p> <p>Approved on 8/25/04 for the initiation of Magnetic Resonance Imaging (MRI) services 1 day per week</p> <p>Modified on 8/27/08 to increase service to 3 days per week</p> <ul style="list-style-type: none"> <li>Request to increase services to five days per week</li> </ul>
<p><b>APPROVED</b></p> <p><b>Motion: Dr. Patric 2<sup>nd</sup> : Mr. Taylor (8-0-0)</b></p>	<p><b>B. Humphreys County Nursing Home, Waverly (Humphreys County), TN – CN1511-049A</b></p> <p>Approved on 2/23/16 for the relocation of a 66 bed Medicare/Medicaid certified skilled nursing facility and the addition of 25 Medicare/Medicaid certified beds</p> <ul style="list-style-type: none"> <li>Request for 2 month extension, from 4/1/19 to 6/1/19</li> </ul>
<p><b>APPROVED</b></p> <p><b>Motion: Ms. Jordan 2<sup>nd</sup> : Ms. Harding (8-0-0)</b></p>	<p><b>C. Horizon Surgery Center, Atoka (Tipton County), TN – CN1705-014A</b></p> <p>Unanimously approved on 8/23/2017 for the establishment of a single specialty ambulatory surgical treatment center (ASTC) limited to endoscopy</p> <ul style="list-style-type: none"> <li>Request for cost increase, from \$1,108,764 to \$1,325,272 and 24 month extension, from 10/1/2019 to 10/1/2021</li> </ul>
<p><b>APPROVED</b></p> <p><b>Motion: Mr. Chinn 2<sup>nd</sup> : Ms. Brown (8-0-0)</b></p>	<p><b>D. Decatur County General Hospital, Parsons (Decatur County), TN – CN0803-015A</b></p> <p>Unanimously approved on 6/25/2008 for initiation of mobile Magnetic Resonance Imaging (MRI) services one day per week</p> <ul style="list-style-type: none"> <li>Request for modification to expand service from one day per week to seven days per week and to go from a mobile to a fixed unit</li> </ul>

<p><b>DENIED</b></p> <p><b>Motion:</b>  <b>Mr. Scarborough</b>  <b>2<sup>nd</sup> ; Mr. Chinn</b>  <b>(8-0-0)</b></p>	<p><b>E. Waynesboro Healthcare, LLC, Waynesboro (Wayne County), TN – CN1411-045AE</b>  Unanimously approved on 2/25/2015 for the relocation and replacement of Wayne Care Nursing Home (46 beds) to Waynesboro Health and Rehabilitation Center (109 beds) - combining into a 155 bed dually certified nursing home as permitted by T.C.A. § 68-11-1627. The nursing home beds in this project are NOT subject to the 125 bed Nursing Home Bed Pool for the July 2014-2015 state fiscal year period.</p> <p>24 month extension, from 4/1/2017 to 4/1/2019, was unanimously approved on 10/26/2016</p> <ul style="list-style-type: none"> <li>• Request for modification to eliminate the construction component of the CON and reduce the project cost. Without the new construction, there is no room for the 46 beds at Waynesboro Health and Rehabilitation Center. <b>-REQUEST <u>NOT</u> WITHDRAWN</b></li> <li>• Request for 36 month extension, from 4/1/2019 to 4/1/2022  <b>- REQUEST WITHDRAWN</b></li> </ul>
	<p><b>F. Contested Case Update</b></p>

IX. ANNUAL CONTINUING NEED/QUALITY MEASURES REPORT UPDATE

**A. Annual Report Status**

**B. Annual Reports to Review**

1. **CN1605-021A, East Tennessee Healthcare Holdings, Inc. a/k/a Overmountain Recovery**  
(Establishment of a non-residential substitution base treatment center for opiate addiction).
2. **CN1606-022A, BriovaRx Infusion Services a/k/a Axelacare Health Solutions**  
(Establish a home health agency in 21 West Tennessee counties limited to the home infusion of immune globulin pharmaceuticals).
3. **CN1608-029A, Ascension at Home of St. Thomas f/k/a Maxlife at Home of Tennessee d/b/a Careall Home Care Services**  
(Relocation of home office from Maury County to Davidson County with the surrender of 6 counties from its service area).
4. **CN1702-008A, BriovaRx Infusion Services f/k/a Axelacare Health Solutions**  
(Addition of 34 East Tennessee counties to a home health agency limited to the home infusion of immune globulin pharmaceuticals).

**5. CN1702-009A, BriovaRx Infusion Services f/k/a Axelacare Health Solutions**

(Addition of 40 Middle Tennessee counties to a home health agency limited to the home infusion of immune globulin pharmaceuticals).

X. OTHER BUSINESS

XI. ADJOURNMENT