

# HEALTH SERVICES AND DEVELOPMENT AGENCY

## COMMUNIQUE

MONTHLY PUBLICATION OF  
*HEALTH SERVICES AND DEVELOPMENT AGENCY*

*Andrew Jackson Building, 9<sup>th</sup> Floor*

*502 Deaderick Street*

*Nashville, TN 37243*

*615.741.2364*

# January 2017

For Meeting verification/change or agenda information, please call the Agency Office  
or check our website at [www.tn.gov/hsda](http://www.tn.gov/hsda)

### HEALTH SERVICES AND DEVELOPMENT AGENCY

Chair.....Bob Doolittle  
Vice-Chair.....Thom Mills  
Executive Director.....Melanie Hill  
General Counsel.....James Christoffersen

Tennessee Department of Health, Division of Policy, Planning and Assessment.....615/741-1954

Tennessee Department of Mental Health and Substance Abuse Services,

Planning, Research, & Forensics.....615/532-6717

Tennessee Department of Intellectual and Development Disabilities,  
Office of General Counsel...615/253-8731 or Main Office....615/532-6530 or 800-535-9725

## CALENDAR

**The Health Services and Development Agency will be closed on the following days:**

**2017**

Monday, January 2 and Tuesday, January 3,  
New Year's Day  
Monday, January 16, Martin Luther King Day  
Monday, February 20, Presidents Day  
Friday, April 14, Good Friday  
Monday, May 29, Memorial Day  
Tuesday, July 4, Independence Day  
Monday, September 4, Labor Day

Friday, November 10, Veterans Day  
Thursday, November 23 and Friday, November 24,  
Monday, December 25 and Tuesday, December 26

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday,  
such filing should occur on the preceding business day.

\*Appeal deadline is 15 days after meeting date.

### 2016 REVIEW CYCLE

<u>2016 Cycle Month</u>	<u>Publication Dates— Letter of Intent</u>	<u>Application Due Date</u>	<u>HSDA Meeting Dates</u>	<u>*End of Appeal Period</u>
September	09/01/2016-09/10/2016	5 days after LOI published *	12/14/2016	12/29/2016
October	10/01/2016-10/10/2016	*	2/22/2017	03/09/2017
November	11/1/2016-11/10/2016	*	2/22/2017	03/09/2017
December	12/1.206-12/10/2016	*	4/26/2017	5/11/2017

### 2017 REVIEW CYCLE

January	01/01/2017-01/10/2017	5 days after LOI published	4/26/2017	5/11/2017
February	2/01/2017-02/10/2017	*	6/28/2017	7/13/2017

#### STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, ANDREW JACKSON BUILDING, 9<sup>th</sup> FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR: JAMES CHRISTOFFERSEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, ANDREW JACKSON BUILDING, NINTH FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

# HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meetings are scheduled to be held at  
8:30 a.m. CDT/CST  
At the following location:

**FEBRUARY 22, 2017 & APRIL 26, 2017**

Davy Crockett Building  
Hearing Room 1A  
500 James Robertson Pkwy  
Nashville, TN

- \* Meeting locations are subject to change
- \*\* All meetings of the Health Services and Development Agency are posted on the Agency's website at [www.tn.gov/hsda](http://www.tn.gov/hsda)

## **EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:**

### **PLEASE NOTE:**

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be Heard. The parties are encouraged to provide 15 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.



## RESULTS OF APPLICATIONS HEARD AT DECEMBER MEETING

\*Johnson City Medical Center  
400 N. State of Franklin Road  
Johnson City (Washington County), TN 37604  
CN1610-035  
Contact Person: Tony Benton, VP/COO  
Phone: 423-431-1084

**APPROVED**

The addition of a 1.5 Tesla Magnetic Resonance Imaging (MRI) scanner, to be located at 400 N. State of Franklin Road, Johnson City, TN . This project will not involve any other service for which a Certificate of Need is required. The estimated project cost is \$2,023,108.

Compass Intervention Center  
7900 Lowrance Road  
Memphis (Shelby County), TN 38125  
CN1606-025  
Contact Person: Jeremy Pitzer  
Phone: 901-758-2002

**DENIED**

The establishment of a 48 bed inpatient mental health hospital for children and adolescents up to age 18 located at 7900 Lowrance Road, Memphis (Shelby County), TN 38125. The estimated project cost is \$12,152,661.  
**DEFERRED FROM OCTOBER MEETING.**

Unicoi County Memorial Hospital  
Unaddressed Site Temple Hill Road  
Erwin (Unicoi County), TN 37650  
CN1608-030  
Contact Person: Allison Rogers  
Phone: 423-302-3378

**APPROVED**

The relocation and replacement of Unicoi County Memorial Hospital with a 41,500 square foot 10-bed acute care replacement facility that will include an emergency department with 10 treatment rooms at an unaddressed site on Temple Road, Erwin (Unicoi County), TN. The applicant's service area is Unicoi County. The estimated project cost is \$19,999,141.

TN SM, LLC. d/b/a Providence Surgery Center  
5002 Crossing Circle, Suite 110  
Mt. Juliet (Wilson County), TN 37122  
CN1608-031  
Contact Person: Byron Trauger, Esq.  
Phone: 615-256-8585

**APPROVED**

**CONDITION:2 OR/1 PR.**

The conversion of an existing ambulatory surgical treatment center (ASTC), which is limited to orthopedic and pain procedures, to a multi-specialty ASTC located at 5002 Crossing Circle, Suite 110, Mount Juliet, (Wilson County), TN 37122. The ASTC will include two operating rooms and one procedure room that will be re-designated as part of the proposed multi-specialty ASTC. The estimated project cost is \$235,387.

LP Johnson City, LLC  
401 Princeton Road  
Johnson City (Washington County), TN 37601  
CN1609-032  
Contact Person: Chris Puri, Esq.  
Phone: 615-252-4643

**APPROVED**

The replacement of 47-bed nursing home per TCA § 68-11-1627 which permits one or more currently licensed nursing homes to be replaced with one single licensed nursing home. The new 47-bed facility will be located on the campus of what was formerly Northside Hospital which is now closed in Johnson City (Washington County), Tennessee. The facility will be created by relocating and replacing two Mountain State Health Alliance Nursing Homes—the 34-bed Princeton Transitional Care and the 13-bed Franklin Transitional Care, with the new 47-bed facility. Princeton Transitional Care is located within Johnson City Medical Center at 400 North State of Franklin Road and Franklin Transitional Care holds an inactive license at that same site. The facility will be managed by Signature HealthCare, LLC (SHC LP Holdings III, LLC.) and Blue Ridge Medical Management Corporation. The estimated project cost is \$8,571,736.

Life Options of West Tennessee, Inc.  
Intersection of Old Highway 51 South and Grandview Drive  
Brighton (Tipton County), TN 38011  
CN1609-033  
Contact Person: Chris Puri, Esq.  
Phone: 615-252-4643

**APPROVED**

The establishment of a new 30 bed nursing home that will consist of three (3) ten bed buildings located at an unaddressed site located at the south end of Grandview Drive, Brighton (Tipton County), TN. The estimated project cost is \$7,685,534.

## RESULTS OF APPLICATIONS HEARD AT DECEMBER MEETING

### **GENERAL COUNSEL'S REPORT**

The Health Center of Hermitage  
4214 Central Pike  
Hermitage (Davidson County), TN 37076  
CN1404-011AE  
Contact Person: Bruce K. Duncan, Assistant  
Vice President  
Phone: 615-890-2020

**APPROVED**

Request for 24 month extension, from August 1, 2017 to August 1, 2019, because of delays encountered by the project being put on hold pending the resolution of discrepancies between the life safety codes of CMS and the State of Tennessee on similar NHC projects. The resolution of life safety codes issues took considerable time.

Unanimously approved on the June 25, 2014 Consent Calendar for the change of site/relocation for an approved but unimplemented certificate of need (CN1306-022A) for a 90\* bed Medicare-certified nursing home to a new site containing approximately 14.02 acres at 4214 Central Pike in Hermitage. The estimated project cost is \$19,241,697.00.

Steps have been taken toward completion of the project, including site acquisition, approval of zoning changes, site engineering, the expenditure of \$1.8 million, and other actions.

Collins Chapel Health & Rehabilitation Center  
409 Ayers Street  
Memphis (Shelby County), TN 38105  
CN1202-011AEEE  
Contact Person: William H. West, Esq.  
Phone: 615-726-5600

**APPROVED**

**Approved for 12 month extension.**

Request for a six month extension of the expiration date from February 1, 2017 to August 1, 2017.

Unanimously approved on June 27, 2012 for the establishment of a nursing home with 28 Medicare dually-certified skilled beds, to be located at 409 Ayers St., Memphis, TN 38105.

12 month extension, due to financing issues, from August 1, 2014 to August 1, 2015, was unanimously approved on February 26, 2014.

18 month extension, due to financing issues, from August 1, 2015 to February 1, 2017, was unanimously approved on May 27, 2015.

Construction commenced in July 2016, with completion anticipated for April 2017, per the applicant.

### **Report to Agency Members**

The Village at Germantown  
7930 Walking Horse Circle  
Germantown (Shelby County), TN 37138  
CN1310-039AEE  
Contact Person: John L. Wellborn, Consultant  
Phone: 615-665-2022

Request for a 2 month extension, from December 1, 2016 to January 31, 2017, has been granted by the Agency's Executive Director, per the Agency's 6/22/16 policy discussion regarding delegation of authority per TCA 68- 11-1606(d), because:

CN1310-039AE would have expired prior to the Agency's December 2016 meeting.

The project has been substantially completed; the Tennessee Department of Health has granted occupancy on phase 3 of 4, effective November 22, 2016.

Remaining renovation work is expected to be completed prior to the end of January 2017.

Unanimously approved on January 22, 2014 for the addition of 20 Medicare-certified skilled beds to its existing 30 Medicare skilled bed nursing home.

## RESULTS OF APPLICATIONS HEARD AT DECEMBER MEETING

### STAFF REQUEST FOR AGENCY GUIDANCE

Life House Hospice, Inc.  
570 State Street  
Cookeville (Putnam County), TN 38501  
CN1405-016 and CN1406-023  
Contact Person: Byron Trauger, Esq.  
Phone: 615-256-8585  
**DEFERRED TO FEBRUARY 2017 MEETING.**

These applications (the first being an Emergency CON application) requested the establishment of a home care organization to provide hospice services in Putnam County, Tennessee in conjunction with the existing Life House Residential Hospice located at 570 State Street, Cookeville, Tennessee. The emergency certificate of need and follow-up certificate of need were requested because Life House, a licensed residential hospice, had to cease all residential/inpatient operations due to its inability to become Medicare-certified because CMS will not certify a stand-alone residential hospice.

Agency staff seeks guidance whether to initiate a contested case pursuant to T. C. A. § 68-11-1619 for the revocation of these certificates of need.

**NO MEETING.**

## APPLICATIONS TO BE HEARD AT THE FEBRUARY MEETING

\*Walgreens Infusion and Respiratory Services, LLC d/b/a  
Vanderbilt HC/Walgreens IV & RT Services  
624 Grassmere Park Drive, Suite 22  
Nashville (Davidson County), TN 37211  
CN1612-040  
Contact Person: Ron LaDuke  
Phone: 615-726-0776

The relocation of the applicant's principal office from 500 Wilson Pike Circle, Suite 115, Brentwood (Williamson County) to 624 Grassmere Park Drive, Suite 22, Nashville (Davidson County), TN 37211. The service area consists of Bedford, Cannon, Cheatham, Coffee, Davidson, Dekalb, Dickson, Franklin, Giles, Grundy, Hickman, Houston, Humphreys, Lawrence, Lewis, Lincoln, Macon, Marshall, Maury, Montgomery, Moore, Perry, Putnam, Robertson, Rutherford, Smith, Sumner, Trousdale, Warren, Wayne, White, Williamson, and Wilson Counties. The estimated project cost is \$3,867,636.

Premier Health Care LLC  
2855 Stage Village Cove, Suite 5  
Bartlett (Shelby County), TN 38134  
CN1608-027  
Contact Person: Catondria Brown  
Phone: 901-388-2228

The establishment of a home care organization and the initiation of home health services. The proposed service area will consist of Fayette, Haywood, Madison, Shelby, and Tipton Counties. The principal office will be located at 2855 Stage Village Cove, Suite #5, Bartlett (Shelby County), TN. The estimated project cost is \$50,000.

Ivy Hall Nursing Home  
301 Watauga Avenue  
Elizabethton (Carter County), TN 37643  
CN1610-034  
Contact Person: Jerry Taylor, Esq.  
Phone: 615-724-3290

The addition of one skilled nursing bed to the existing licensed 100 bed Ivy Hall Nursing Home located at 301 South Watauga Avenue, Elizabethton (Carter County), Tennessee. The estimated project cost is \$37,500

TriStar Maury Regional Behavioral Healthcare  
Intersection of North James Campbell Blvd. and Old  
Williamsport Pike  
Columbia (Maury County), TN 38401  
CN1610-036  
Contact Person: John Wellborn  
Phone: 615-665-2022

The establishment of a 60 bed mental health hospital for adolescents and adult patients located on the east side of North Campbell Boulevard, in the southeast quadrant of its intersection with Old Williamsport Pike, Columbia (Maury County), Tennessee 38401. The bed distribution will be 42 adult psychiatric beds and 18 adolescent psychiatric beds. The estimated project cost is \$24,033,431.

Woodridge of West Tennessee, Inc  
49 Old Hickory Blvd.  
Jackson (Madison County), TN 38305  
CN1610-037  
Contact Person: Cecelia Hunt  
Phone: 615-860-9230

The addition of 16 child/adolescent inpatient psychiatric beds to an existing 16 licensed bed geriatric inpatient mental health hospital located at 49 Old Hickory Blvd., Jackson (Madison County), TN 38305. The estimated project cost is \$1,335,250.

Eye Surgery Center of Knoxville, LLC  
Unaddressed Site  
Powell (Knox County), TN 37849  
CN1611-038  
Contact Person: Stephen Rudolph  
Phone: 901-219-0173

The establishment of a single specialty ophthalmic ambulatory surgical treatment center at an unaddressed site on the south side of Dannaher Drive, Powell (Knox County), TN 37849. The proposed ambulatory surgical treatment center (ASTC) will have two operating rooms and one laser procedure room. The estimated project cost is \$1,850,000.



**APPLICATIONS TO BE HEARD AT THE FEBRUARY MEETING**

Parkridge West Hospital  
1000 Highway 28  
Jasper (Marion County), TN 37347  
CN1611-039  
Contact Person: Jerry Taylor, Esq.  
Phone: 615-724-3290

The conversion of eight licensed medical surgical beds to eight adult psychiatric beds (for patients 18+) located at 1000 Highway 28, Jasper (Marion County), TN. If approved, the total Parkridge West Hospital adult psychiatric inpatient bed total will increase from 20 to 28. The estimated project cost is \$2,184,808.

**NO MEETING.**

**NOTES**

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**NOTES**

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**APPEALS OF AGENCY DECISIONS**

<b><u>FACILITY</u></b>	<b><u>DOCKET #</u></b>	<b><u>DESCRIPTION</u></b>	<b><u>MEETING DATE</u></b>
Erlanger Behavioral Health, LLC Intersection of North Holtzclaw and Citico Ave Chattanooga, Hamilton County CN1603-012A	25.00-139628J	Appeal of Approval of CON	8/24/2016
HCA Health Services of Tennessee, Inc. d/b/a TriStar Southern Hills Medical Center Emergency Department at I-65 Brentwood, Williamson County CN1412-050D	25.00-130740J	Appeal of Denial of CON	3/25/2015
TriStar Southern Hills Surgery Center Unaddressed site at NE corner of intersection at Old Hickory Blvd. and American General Way Nashville, Davidson County CN1411-047A	25.00-131649J	Appeal of Approval of CON	5/27/2015

## HEALTH SERVICES AND DEVELOPMENT AGENCY MEMBERS

**Robert Doolittle**  
(Consumer, Governor)

**William J. Grandy**  
(Consumer, Lieutenant Governor)

**VACANT**  
(Consumer, Speaker of the House)

**Thom Mills**  
(Home Care)

**Todd Taylor**  
(Nursing Home)

**Paul Korth**  
(Hospital)

**Martin D. Fleming, M.D.**  
(Physician)

**Corey Ridgway**  
(Ambulatory Surgical Treatment Centers)

**Keith Gaither, Designee**  
for Director of TennCare  
**Wendy Long**

**Jaclyn Harding, Designee**  
for Comptroller  
**Justin Wilson**

**Lisa Jordan, Designee**  
for Commerce & Insurance Commissioner  
**Julie Mix McPeak**