

# 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*

# August 2015

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.....D. Lynn Johnson  
Vice-Chair.....  
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:

**2015**

Monday, September 7—Labor Day  
Wednesday, November 11—Veterans' Day  
Thursday, November 26—Thanksgiving Day  
\*Friday, November 27—*substituted* for Columbus Day

\* Columbus Day "Second Monday in October at the Governor's discretion may be observed the Friday after Thanksgiving.

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.

### 2015 REVIEW CYCLE

<u>2015 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>
June	06/01/2015-06/10/2015	5 days after LOI submitted	09/23/2015	10/08/2015
July	07/01/2015-07/10/2015	"	10/28/2015	11/12/2015
August	08/01/2015-08/10/2015	"	11/18/2015	12/03/2015
September	09/01/2015-9/10/2015	"	12/16/2015	12/31/2015
October	10/01/2015-10/10/2015	"	01/27/2016	02/11/2016
November	11/01/2015-11/10/2015	"	02/24/2016	03/10/2016
December	12/01/2015-12/10/2015	"	03/23/2016	04/7/2016

#### 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 locations:

## August – December

Legislative Plaza  
Room 12  
Sixth Avenue North & Union Street  
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 JULY MEETING**

**No Meeting.**

## APPLICATIONS TO BE HEARD AT AUGUST MEETING

\*Medical Care PLLC  
1501 W. Elk Ave  
Elizabethton (Carter County), TN 37643  
CN1505-018  
Contact Person: Rachel C. Nelley, Esq.  
Phone: 615-726-1200

### **CONSENT CALENDAR**

Hero Healthcare  
231 Walls Hollow Road  
Oliver Springs (Morgan County), TN 37840  
CN1504-012  
Contact Person: Anne Arney, Esq.  
Phone: 615-238-6300

NorthCrest Medical Center  
100 NorthCrest Drive  
Springfield (Robertson County), TN 37172  
CN1504-013  
Contact Person: Kim Looney, Esq.  
Phone: 615-850-8722

TriStar Skyline Medical Center  
3441 Dickerson Pike  
Nashville (Davidson County), TN  
CN1504-014  
Contact Person: John Wellborn, Consultant  
Phone: 615-665-2022

Premier Medical Group, PC  
490 Dunlop Lane  
Clarksville (Montgomery County), TN 37040  
CN1505-016  
Contact Person: Lloyd E. Matson  
Phone: 931-245-7000

A multi-specialty medical group seeks approval to initiate MRI services for use by its physicians and patients. The project focuses on a shared equipment and services arrangement with Mountain States Health Alliance d/b/a Sycamore Shoals Hospital for the use of an existing MRI unit located on the hospital campus on a block time basis, initially 12 hours per week. The project cost is \$1,608,550.71.

To establish a home care organization to provide home health services to a specific patient who is a beneficiary of the United States Department of Labor, Division of Energy Employees Occupation Illness Compensation Program (EEOICP). The principle office will be located at 231 Walls Hollow Road, Oliver Springs (Morgan County), Tennessee. The service area is Morgan and Anderson Counties. The estimated project cost is \$29,680.  
OPPOSITION: Gentiva Health Services, The Home Option by Harden Healthcare, Professional Case Management, Quality Home Health, Quality Private Duty Care, National HealthCare Corporation.

To initiate a mobile Positron Emission Tomography service (PET) on the Northcrest Medical Center campus at 100 Northcrest Drive in Springfield (Robertson County), Tennessee 37172. The mobile PET service will initially be offered one half day per week (approximately 5 hours while docked) increasing to 2 half days per week. The estimated project cost is \$187,500.

Change in bed complement by relocating 10 beds from the satellite campus at 500 Hospital Drive in Madison (Davidson County), TN to the main campus at 3441 Dickerson Pike, Nashville (Davidson County), TN. The project includes minor renovations of existing spaces but no new construction. The hospital's consolidated 385-bed license will not change as a result of this project. At the completion the project, there will be 233 beds at the main campus and 152 at the satellite campus. The estimated project cost is \$843,000.

A multi-specialty medical group seeks approval to relocate its existing MRI service limited to use by the physicians and patients of the practice as approved in CN9909-082A. The project focuses on the relocation of the MRI to the new practice location which will be in leased space in a new building under construction, a distance of approximately 2 miles. As part of the project the applicant will replace its existing MRI unit and lease a new 1.5 Tesla GE MRI unit. The estimated project cost is \$2,064,060.

## APPLICATIONS TO BE HEARD AT THE AUGUST MEETING

Maury Regional Hospital d/b/a Maury Regional Medical Center  
1224 Trotwood Ave  
Columbia (Maury County), TN 38401  
CN1505-017  
Contact Person: Paul Betz, COO  
Phone: 931-380-4002

Maury Regional Hospital seeks approval for a major construction project requiring a capital expenditure greater than \$5 million. Two Critical Care Units currently located on the 1st and 2nd floors of the hospital will be consolidated in 28,000 SF of renovated space on the 5th floor of the West Tower. The estimated project cost is \$11,624,715.

Lakeside Behavioral Health System  
2911 Brunswick Road  
Memphis (Shelby County), TN 38133  
CN1505-019  
Contact Person: Anna J. Golden  
Phone: 901-377-4774

Lakeside Behavioral Health seeks approval for a major construction project requiring a capital expenditure greater than \$5 million. A 48-bed building will be constructed on campus to house geriatric psychiatric beds which will be relocated from another area of the campus. This project will not increase the licensed bed capacity of the hospital. The project cost is \$9,393,796.

TriStar Summit Medical Center  
5655 Frist Blvd  
Hermitage (Davidson County), TN 37076  
CN1505-020  
Contact Person: John Wellborn, Consultant  
Phone: 615-665-2022

TriStar Summit Medical Center seeks approval for the addition of 8 inpatient rehabilitation beds and 2 medical/surgical beds. It will delicense 6 obstetric beds by converting 6 Labor/Delivery/Recovery/Postpartum (LDRP) beds to LDR so the net increase will result in only four additional licensed beds, resulting in an increase in bed capacity from 196 to 200. The project involves renovations of existing patient floors to include the addition of the beds. The project cost is \$4,892,904.

Tennova LaFollette Health and Rehab Center  
200 Torrey Road  
LaFollette (Campbell County), TN 37766  
CN1505-021  
Contact Person: Jerry W. Taylor, Esq.  
Phone: 615-724-3247

A 98-bed nursing home seeks approval to renovate approximately 26,350 of the existing 35,317 square foot facility at a construction cost in excess of \$2 million. The project focuses on cosmetic finishes, changes to nurses stations, patient day rooms and patient dining areas of the building and does not involve changes to any existing services or the licensed bed complement. The project cost is \$3,202,188.75.

Regional Hospital of Jackson  
367 Hospital Blvd  
Jackson (Madison County), TN 38305  
CN1505-022  
Contact Person: Jerry W. Taylor, Esq.  
Phone: 615-724-3247

Regional Hospital of Jackson seeks approval for a major construction project requiring a capital expenditure greater than \$5 million for the following: 1) renovation of approximately 9,294 SF in the existing surgical department, 2) the addition of approximately 3,777 SF of new construction to the existing surgical department, and 3) the addition of 2 operating rooms, increasing the number of operating rooms from 6 to 8. If approved the hospital will de-license 2 inpatient beds. The project cost is \$8,864,901.

(Continued on the Next Page)

## APPLICATIONS TO BE HEARD AT THE AUGUST MEETING

### GENERAL COUNSEL'S REPORT

ADC Recovery and Counseling Center  
4539 Winchester Road, Building B, Suite 1  
Memphis (Shelby County), TN 38118  
CN1305-018  
Contact Person: Richard Lodge, Esq.  
Phone: 615-742-6254

Shannondale Rehabilitation Center  
7510 & 7522 Middlebrook Pike  
Knoxville (Knox County), TN 37909  
CN1307-024  
Contact Person: William R. Thomas, Jr.,  
President/CEO  
Phone: 865-690-3411

NHC/Maury Regional Transitional Care Center  
5004 Trotwood Avenue  
Columbia (Maury County), TN 38401  
CN1307-025  
Contact Person: Dan Elro, Esq.  
Phone: 615-651-6702

Overton County Nursing Home  
318 Bilbrey Street  
Livingston (Overton County), TN 38570  
CN1204-017  
Contact Person: Dan Elrod, Esq.  
Phone: 615-651-6702

Select Specialty Hospital-Memphis  
5959 Park Avenue  
Memphis (Shelby County), TN 38119  
CN1212-062  
Contact Person: Byron Trauger, Esq.  
Phone: 615-256-8585

Request for a two month extension to the expiration date from October 1, 2015 to December 1, 2015. The project was approved on August 28, 2013 for the relocation of an existing non-residential substitution-based treatment center for opiate addiction from 3041 Getwell Road, Suite 101, Memphis (Shelby County), TN 38118 to 4539 Winchester Road, Building B, Suite I, Memphis, TN 38118. The estimated project cost was \$961,168

Request for a final project cost overrun of approximately \$1,735,000. The project was approved on October 23, 2013 for the establishment of a new 30\*-bed Medicare skilled nursing home to be known as Shannondale Rehabilitation Center. The facility is located on the campus of Shannondale Continuing Care Retirement Community at 7510 and 7522 Middlebrook Pike, Knoxville (Knox County), TN. The estimated project cost was \$6,609,488. The actual project cost is \$8,344,488.

\* These beds were subject to the 2013-2014 Nursing Home Bed Pool.

Request for a 13 month extension to the expiration date from to December 1, 2015 to January 1, 2017. The project was approved on October 23, 2013, for the establishment of a 112-bed\* Medicare skilled nursing home to be known as NHC/Maury Regional Transitional Care Center pursuant to T.C.A. § 68-11-1627 which permits the replacement of one or more currently licensed nursing homes with one single nursing home. The new facility will be created by relocating and replacing the 92-bed NHC Healthcare, Hillview and the 20-bed Maury Regional Hospital Skilled Nursing Unit to an 11 acre site at 5004 Trotwood Avenue, Columbia (Maury County), TN. The estimated project cost was \$18,161,672.

\* These beds were not subject to the 2013-2014 Nursing Home Bed Pool.

Request for a three month extension to the expiration date from September 1, 2015 to December 1, 2015. The project was approved on July 25, 2012, for the modification and renovation to the existing 160-bed nursing home. The project included the construction of a new building behind the existing facility to house 30 private rooms which would not increase the licensed bed capacity of the facility. Renovations included cosmetic upgrades to the existing facility. Two previous extensions have been granted- on 2/25/15 and 7/23/15 each time for 6 months. The estimated project cost was \$6,330,598.

Request for a four year extension to the expiration date from August 1, 2016 to August 1, 2020. The project was approved on May 22, 2013 for the addition of 28 long term acute beds to the existing 39-bed facility, located in leased space at St. Francis Hospital, 5959 Park Avenue, Memphis (Shelby County), TN. Select Specialty will also add 10 beds under the statutory exemption available to hospitals with less than 100 beds found at TCA § 68-11-107(g) for a total licensed bed complement of 77 long term acute care beds. If the additional 28-beds are approved, St. Francis Hospital will reduce its license by 38-beds (28 plus 10 beds per statutory exemption). The estimated project cost was \$6,898,392.00.

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

CAMM Care LLC d/b/a Patriot Homecare  
514 Devonia Street  
Harriman (Roane County), TN 37748  
CN1506-023  
Contact Person: Anne S. Arney, Esq.  
Phone: 615-238-6300

To establish a home health agency limited to Energy Employees Occupational Illness Compensation Program Act (EEOICPA) patients which is administered by the United States Department of Labor. The parent office will be located at 514 Devonia Street, Harriman (Roane County), Tennessee. The service area consists of Anderson, Knox, Meigs, Morgan, and Roane counties. The estimated project cost is \$41,080.

Chattanooga Endoscopy Center  
2341 McCallie Ave Plaza 3, Suite 303  
Chattanooga (Hamilton County), TN  
CN1506-024  
Contact Person: John Wellborn, Consultant  
Phone: 615-665-2022

The relocation of The Chattanooga Endoscopy Center, an existing single specialty ASTC limited to endoscopy, from 2341 McCallie Avenue, Plaza 3, Suite 303 to leased space on the first floor of The Riverside Business Center at 1501 Riverside Drive, Suite 117, Chattanooga, TN, a distance of approximately 3 miles. As a part of the project, the applicant also seeks CON approval to expand its existing surgical complement from 3 to 5 procedure rooms with a 6th procedure room to be shelled in for potential future expansion. The estimated project cost is \$8,623,911.00.

Stones River Manor  
205 Haynes Drive  
Murfreesboro (Rutherford County), TN 37129  
CN1506-026  
Contact Person: Michael D. Brent, Esq.  
Phone: 615-252-2361

The establishment of a 30 bed Medicare-certified skilled nursing facility (SNF) nursing home located at 205 Haynes Drive, Murfreesboro (Rutherford County), TN 37129. The estimated project cost is \$2,729,126.75.



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

Alere Women's and Children Health, LLC  
1926 Hayes St Suite 111  
Nashville (Davidson County), TN 37203  
CN1506-025  
Contact Person: John Wellborn, Consultant  
Phone: 615-665-2022

The applicant is a home health organization providing home health services exclusively limited to the care of high-risk obstetrical patients with antepartum and postpartum needs. It seeks to add 22 counties, including Cannon, Clay, Cumberland, DeKalb, Fentress, Franklin, Giles, Humphreys, Jackson, Lawrence, Lewis, Lincoln, Macon, Moore, Overton, Pickett, Putnam, Smith, Stewart, Trousdale, Van Buren, and White Counties, to its existing 14 county service area approved under Matria Healthcare, Inc., CN9807-043A. There will be no change in the services nor will the location of the parent office change. The total estimated project cost is \$84,000.00.

Emergency Department of Gateway Medical Center  
Unaddressed site on HWY 76  
Clarksville (Montgomery County), TN 37040  
CN1507-027  
Contact Person: Jerry Taylor, Esq.  
Phone: 615-724-3247

To establish a full service, 24 hour per day/7 day per week satellite emergency department to be located at an unnamed street address on the north side of Highway 76 approximately 1,400 feet east of I-24 at exit 11 in Clarksville (Montgomery County), Tennessee 37043. The proposed facility will be operated under the license of Gateway Medical Center and will have 8 treatment rooms providing Level 1 through V emergency treatment services and will include ancillary services including but not limited to medical lab, CT, X-Ray and ultra-sound. The service area consists of Montgomery and Stewart Counties in Tennessee, and Christian County in Kentucky. The proposed satellite ED proposes to draw a majority of patients from the Montgomery County zip codes of 37040, 37042, and 37043. The estimated project cost is \$10,700,000.

NorthCrest Medical Center  
Unaddressed  
Clarksville (Montgomery County), TN 37040  
CN1507-028  
Contact Person: Kim Looney, Esq.  
Phone: 615-850-8722

The applicant seeks Certificate of Need approval to establish a full service, 24 hour per day/7 day per week satellite emergency department to be located at an unnamed street address near the intersection of Gateway Plaza Boulevard and TN Highway 76 in Clarksville (Montgomery County), Tennessee 37043. The proposed facility will be operated as a satellite emergency department of NorthCrest Medical Center and will have 8 treatment rooms and will provide emergency diagnostic and treatment services. The project does not contain major medical equipment, initiate or discontinue any other health service or affect the hospital's licensed 109 bed complement. The total estimated project cost is \$6,890,427.66.

**NOTES**

**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>
TriStar Centennial Medical Center Nashville, Davidson County CN1407-032A	25.00-128905J	Appeal of Approval of CON	10/22//2014
East Tennessee Radiation Therapy Services Knoxville, Knox County CN1108-030ADA	25.00-115208J	Appeal of Approval of CON	12/14/2011
HCA Health Services of Tennessee, Inc. d/b/a TriStar Southern Hills Medical Center Emergency Department at I-65 CN1412-050D	25.00-130740J	Appeal of Denial of CON	3/25/2015
SBH-Kingsport, LLC Kingsport, Sullivan County CN1312-050A	25.00-126908J	Appeal of Denial of CON	6/25/2014
TriStar Southern Hills Surgery Center Nashville, Davidson County CN1411-047A	25.00-131649J	Appeal of Approval of CON	5/27/2015
Tri-Cities Holdings LLC d/b/a Trex Treatment Center Johnson City, Washington County CN1303-005D	25.00-122076J	Appeal of Denial of CON	6/26/2013

## HEALTH SERVICES AND DEVELOPMENT AGENCY MEMBERS

**D. Lynn Johnson**  
(Consumer, Speaker of the House)

**Charlotte C. Burns**  
(Hospital)

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

**Robert Doolittle**  
(Consumer, Governor)

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

**Thom Mills**  
(Home Care)

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

**James L. Wright**  
(Nursing Home)

**Keith Gaither, Designee**  
for Director of TennCare  
**Darin J. Gordon**

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

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