

HEALTH SERVICES AND DEVELOPMENT AGENCY

COMMUNIQUE

BI-MONTHLY PUBLICATION OF
HEALTH SERVICES AND DEVELOPMENT AGENCY
Andrew Jackson Building, 9th Floor
502 Deaderick Street
Nashville, TN 37243
615.741.2364

DECEMBER 2018

For Meeting verification/change or agenda information, please call the Agency Office or check our website at www.tn.gov/hsda

HEALTH SERVICES AND DEVELOPMENT AGENCY

Chair.....Douglas Scarboro
Vice-Chair.....Kenneth Patric, M.D.
Executive Director.....Melanie Hill
General Counsel.....Jim Christoffersen

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

Tennessee Department of Mental Health and Substance Abuse Services, Division of
Hospital Services
615/253-7311

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

CALENDAR

**The Health Services and Development Agency will be closed on the following days:
2018**

Monday, December 24 and Tuesday, December 25, Christmas
Monday, December 31 and Tuesday, January 1, New Years

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.**

<u>2018 REVIEW CYCLE</u>				
<u>2018 Cycle</u> <u>Month</u>	<u>Publication Dates –</u> <u>Letter of Intent</u>	<u>Application Due Date</u>	<u>HSDA Meeting</u> <u>Dates</u>	<u>*End of Appeal</u> <u>Period</u>
January	01/01/2018-01/10/2018	5 days after LOI published	4/25/2018	5/10/2018
February	02/01/2018-02/10/2018	“	6/27/2018	7/12/2018
March	03/01/2018-03/10/2018	“	6/27/2018	7/12/2018
April	04/01/2018-04/10/2018	“	8/22/2018	9/13/2018
May	05/01/2018-05/10/2018	“	8/22/2018	9/13/2018
June	06/01/2018-06/10/2018	“	10/24/2018	11/08/2018
July	07/01/2018-07/10/2018	“	10/24/2018	11/08/2018
August	08/01/2018-08/10/2018	“	12/12/2018	12/27/2018
September	09/01/2018-09/10/2018	“	12/12/2018	12/27/2018
October	10/01/2018-10/10/2018	“	2/27/2019	3/14/2019
November	11/01/2018-11/10/2018	“	2/27/2019	3/14/2019
December	12/01/2018-12/10/2018	“	4/24/2019	5/9/2019

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 BIAS 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, 9TH 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, 9TH FLOOR, 502 DEADERICK STREET, NASHVILLE, TN 37243. TELEPHONE NO.: 615/741-2364.

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

THSDA Meeting is scheduled to be held at
8:30 a.m. CDT/CST
At the following Location:

December 12, 2018

Legislative Cordell Hull State Office Building
Senate Hearing Room I
425 5th Avenue North
Nashville, TN

February 27, 2019

TBI Headquarters
901 RS Gass Boulevard
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**

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. 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 OCTOBER MEETING

Intrathecal Care Solutions, LLC dba Advanced Nursing Solutions
555 Marriott Drive, Suite 315- Office #347
Nashville (Davidson County), TN 37214
CN1804-019
Contact Person: Pam Carter
Phone: 877-443-4006

APPROVED

The establishment of a home care organization limited to intrathecal and immunological infusion nursing services. The applicant has common ownership with Advanced Infusion Solutions (AIS), located in Mississippi, which compounds specialty pharmaceuticals and ships those drugs to Tennessee patients with implanted intrathecal infusion pumps. The principal office will be located at 555 Marriott Drive, Suite 315-Office #347, Nashville (Davidson County), TN 37214 and the facility will service 94 of 95 counties (excluding Stewart County). The applicant is owned by Advanced Vascular Solutions which is owned by Advanced Infusion Solutions Acquisitions, LLC. The estimated project cost is \$48,936.

Cumberland Behavioral Health, LLC
300 Great Circle Road
Nashville (Davidson County), TN 37228
CN1806-022
Contact Person: Graham Baker
Phone: 615-370-3380

APPROVED

The establishment of a 76-bed mental health hospital at 300 Great Circle Road, Nashville (Davidson County), TN. The hospital will contain 40 adult inpatient psychiatric beds and 36 geriatric inpatient psychiatric beds. If approved, St. Thomas West Hospital will surrender 24 psychiatric beds and close the unit. The applicant is owned by Cumberland Behavioral Health, LLC with Saint Thomas Health holding a majority interest of 50.1% and Acadia Nashville JV Holdings, LLC holding a minority interest of 49.9%. The estimated project cost is \$32,216,800.

Northridge Surgery Center
647 Myatt Drive
Madison (Davidson County), TN 37115
CN1806-023
Contact Person: Corey Ridgway
Phone: 615-376-7300

APPROVED

The relocation of an existing multi-specialty ASTC with five operating rooms located at 647 Myatt Drive in Madison (Davidson County), TN to a new replacement facility with 3 operating rooms and 1 procedure room to be constructed on a 1.87 acre tract of a larger 17.8 acre tract located in the Indian Lake Village re-subdivision on Saundersville Road in Hendersonville (Sumner County), TN. The applicant is owned by Northridge Surgery Center, LP. Entities and persons with 5% or more ownership in Northridge Surgery Center, LP include Saint Thomas/USP Surgery Centers II, LLC (71.34%) and Piedmont Partners, LLC (8%). The remaining 20.66% ownership interests consists of various physicians and physician practices, with no entity having 5% or more ownership share. The estimated project cost is \$17,141,813.00.

Soddy Daisy Healthcare, LLC
701 Sequoyah Road
Soddy Daisy (Hamilton County), TN 37379
CN1806-024
Contact Person: Aaron Spinks
Phone: 423-308-1845

APPROVED

The addition of 14 dually certified beds to the existing 120-bed nursing home. These beds are subject to the 125 Nursing Home Bed Pool for 2018-2019. The applicant is owned by Soddy Daisy Healthcare, LLC. The estimated project cost is \$4,205,798.01

The Residence at Alive Hospice Murfreesboro
1629 Williams Drive
Murfreesboro (Rutherford County), TN 37129
CN1806-025
Contact Person: John Wellborn
Phone: 615-665-2022

APPROVED

The addition of 6 residential hospice beds to the existing 10 bed residential hospice facility. The residential hospice is located at 1629 Williams Drive in Murfreesboro (Rutherford County). The applicant is owned by Alive Hospice, Inc. The estimated project cost is \$536,310.

Meadowview ASC, LLC
2033 Meadowview Lane, Suite 210
Kingsport (Sullivan County), TN 37660
CN1806-028
Contact Person: Jerry Taylor
Phone: 615-724-3247

APPROVED

The establishment of a multi-specialty ASTC with 3 operating rooms (no procedure rooms) to be located at 2033 Meadowview Lane, Suite 210, Kingsport (Sullivan County), TN. The sole member of the applicant is currently Scott R. Fowler, M.D. Other physician members of Holston Medical Group, P.C. are expected to purchase ownership interests. The estimated project cost is \$9,829,321.87.

Urologic Surgery Center
Unaddressed site Southwest end of Global Way and
Pellissippi Parkway and Dutchtown Road
Knoxville (Knox County), TN 37932
CN1807-029
Contact Person: William West
Phone: 615-726-5561
Deferred to December

The establishment of a single specialty ASTC with 2 operating rooms and 5 procedure rooms limited to urological cases and procedures by medical physician employees of Tennessee Urology Associates, PLLC d/b/a Tennessee Urology Associates. The ASTC will be located at an unaddressed site on Global Way in the Century Park office district in Knoxville (Knox County), TN. The applicant is owned by Urology Surgical Center of Knoxville, LLC which is owned by Tennessee Urology Associates. The estimated project cost is \$12,076,243.

Vanderbilt University Medical Center
Unaddressed site East side of Garrison Drive and West
College Street
Murfreesboro (Rutherford County), TN 37232
CN1807-030
Contact Person: Ginna Felts
Phone: 615-936-6005
APPROVED

The initiation of pediatric MRI services at an unaddressed site on the east side of Garrison Drive near the intersection of Garrison Drive and West College Street, Murfreesboro (Rutherford County), TN. The applicant is owned by Vanderbilt University Medical Center. The estimated project cost is \$3,537,915.71.

*Meadowbrook Health & Rehabilitation Center, Inc.
Unaddressed parcel on the north side of East College
Street
Pulaski (Giles County), TN 38478
CN1807-031
Contact Person: Chris Puri
Phone: 615-252-4643
APPROVED

The relocation and replacement of an existing dually certified nursing home with 83 licensed beds located at 1245 East College Street, Pulaski (Giles County), TN to an unaddressed 8.45 acre parcel on the north side of East College Street, immediately adjacent to the parcel that the existing facility is located on. The project involves no new beds and services and is not subject to the 2017-2018 Nursing Home Bed Pool. The applicant is owned by Meadowbrook Health & Rehabilitation Center, Inc., a wholly owned subsidiary of American Health Centers, Inc. of Parsons (Decatur County), TN. The estimated project cost is \$13,894,436.25.

Eye Surgery Center of Lenoir City
5491 Creekwood Park Blvd.
Lenoir City (Loudon County), TN 37772
CN1807-033
Contact Person: Stephen H. Rudolph
Phone: 901-219-0173
APPROVED

The establishment of a single specialty ophthalmic ASTC providing eye and related laser procedures in two operating rooms. The ASTC will be located at 5491 Creekwood Park Boulevard, Lenoir City (Loudon County), TN. The applicant is owned by Eye City Surgery Center of Lenoir City, LLC which currently includes only the two physician members of the affiliated practice, Eye Care Centers, PLLC b/b/a Tennessee Eye Care (TEC). The facility will be primarily practice-based for the TEC physicians who will consider extending privileges and ownership to the affiliated physicians of the Eye Surgery Center of Knoxville. The estimated project cost is \$2,183,350.

Bone and Joint Institute of TN Surgery Center, LLC
3000 Edward Curd Lane
Franklin (Williamson County), TN 37067
CN1807-035
Contact Person: Julie Miller
Phone: 615-435-5162
APPROVED

The establishment of a single ambulatory surgical treatment center (ASTC) at 3000 Edward Curd Lane, Franklin (Williamson County), TN. The proposed ASTC will consist of six operating rooms; plus two additional operating rooms that will be built out but not equipped for potential future use. The ASTC will be limited to orthopedic surgery and physicians who are employees of the Bone and Joint Institute of Tennessee. The applicant is owned by the Bone and Joint Institute of Tennessee Surgery Center, LLC which currently has one member, Williamson Medical Center. If approved, the applicant plans to convert to a multi-member LLC, of which 51% of the interests will be owned by Williamson Medical Center and up to 49% of the other interests held by the Bone and Joint Institute of Tennessee Surgery Center, LLC. The estimated project cost is \$25,644,460.

*West Cancer Center (Memphis)
1588 Union Avenue
Memphis (Shelby County), TN 38104
CN1808-037
Contact Person: Kim Looney
Phone: 615-850-8722
APPROVED

The initiation of PET/CT services at 1588 Union Avenue, Memphis (Shelby County), TN 38104. The West Cancer Center is currently a collaboration between Methodist Le Bonheur Healthcare (Methodist), the University of Tennessee Health Science Center (UT), and the West Clinic. The PET/CT scanner subject to this application is presently used for cancer diagnosis and treatment for West Cancer Center patients. The business relationship between the three parties will end effective January 1, 2019. The applicant plans to purchase the existing PET/CT scanner from Methodist Le Bonheur Healthcare, thereby becoming the sole owner, and continuing its use as part of the West Cancer Center. The applicant is owned by West Clinic, P.C. The estimated project cost is \$1,770,485.

APPLICATIONS TO BE HEARD AT DECEMBER MEETING

*West Cancer Center
7945 Wolf River Blvd.
Germantown (Shelby County), TN 38138
CN1808-038
Contact Person: Kim Looney
Phone: 615-850-8722

The initiation of linear accelerator and PET/CT services at 7945 Wolf River Boulevard, Germantown (Shelby County), TN 38138. The West Cancer Center is currently a collaboration between Methodist Le Bonheur Healthcare (Methodist), the University of Tennessee Health Science Center (UT), and the West Clinic. The medical equipment subject to this application are two linear accelerators and one PET/CT scanner that are presently used for cancer diagnosis and treatment for West Cancer Center patients. The business relationship between the three parties will end effective January 1, 2019. The applicant plans to purchase the existing site and medical equipment from Methodist Le Bonheur Healthcare, thereby becoming the sole owner, and continuing its use as part of the West Cancer Center. If approved, the medical equipment owned by Methodist will be transferred to the West Clinic. The estimated project cost is \$12,017,055.02.

Urologic Surgery Center
Unaddressed location near Pellissippi Parkway and
Dutchtown Road
Knoxville (Knox County), TN 37932
CN1807-029
Contact Person: William West
Phone: 615-726-5561

The establishment of a single specialty ASTC with 2 operating rooms and 5 procedure rooms limited to urological cases and procedures by medical physician employees of Tennessee Urology Associates, PLLC d/b/a Tennessee Urology Associates. The ASTC will be located at an unaddressed site on Global Way in the Century Park office district in Knoxville (Knox County), TN. The applicant is owned by Urology Surgical Center of Knoxville, LLC which is owned by Tennessee Urology Associates. The estimated project cost is \$12,076,243.
OPPOSED

WITHDRAWN

New Hope Treatment Center
135 Fox and Hound Way
Newport (Cocke County), TN 37821
CN1807-034
Contact Person: Kim Looney
Phone: 615-850-8722

The establishment of a non-residential based treatment center for opiate addiction to be located at 135 Fox and Hound Way, Newport (Cocke County), TN. The estimated project cost is \$554,000.

Mid-South Imaging Center
Unaddressed site at the intersection of
Exeter Rd. and Oil Well Rd.
Jackson (Madison County), TN 37219
CN1808-036
Contact Person: Jerry W. Taylor
Phone: 615-724-3247

The establishment of an Outpatient Diagnostic Center (ODC), initiation of MRI services, and acquisition of a new fixed 1.5 Tesla MRI unit in a 15,000 SF building to be constructed at an unaddressed site on the east side of Exeter Road, approximately 250 feet south of its intersection with Oil Well Road, Jackson (Madison County), TN. The proposed ODC will also offer MRI, CT, ultrasound, and X-ray, including fluoroscopy. The estimated project cost is \$8,680,632.73.
OPPOSED

NHC Healthcare, Kingsport
2300 Pavilion Dr.
Kingsport (Sullivan County), TN 37660
CN1808-041
Contact Person: Dere R. Brown
Phone: 615-890-2020

The addition of 30 Medicare certified skilled nursing beds to an existing 60 bed nursing home at 2300 Pavilion Drive, Kingsport (Sullivan County), TN. The estimated project cost is \$3,516,102.

Goshen Hospice and Palliative Care LLC
3949 Whitebrook Drive
Memphis (Shelby County), TN 38118
CN1808-042
Contact Person: Michael D. Brent
Phone: 615-252-2361

The establishment of a home care organization and initiation of hospice services. The hospice's principal office will be at 3949 Whitebrook Drive, Memphis, (Shelby County), TN. The estimated project cost is \$210,000.
OPPOSED

Memphis Comprehensive Treatment Center
3960 Knight Arnold Road, Suite 117
Memphis (Shelby County), TN 38118
CN1808-043
Contact Person: John Wellborn
Phone: 615-665-2022

The establishment of a non-residential substitution based treatment center for opiate addiction to be located at 3960 Knight Arnold Road, Suite 117, Memphis (Shelby County), TN 38118 The estimated project cost is \$1,012,949.
OPPOSED

Reeves Eye Surgery Center
2328 Knob Creek Road, Suite 500
Johnson City (Washington County), TN 37604
CN1808-044
Contact Person: John Wellborn
Phone: 615-665-2022

The conversion of an ambulatory surgical treatment center (ASTC) limited to ophthalmology and pain management to a multi-specialty ASTC. The ASTC is located at 2328 Knob Creek Road, Suite 500, Johnson City (Washington County), TN. The estimated project cost is \$100,000

GENERAL COUNSEL TO BE HEARD AT DECEMBER MEETING

Tennessee Orthopedics, P.C., Lebanon, (Wilson County
– CN1605-019AM

- Request for 38% cost increase, from \$2,720,555 to \$3,769,684

Unanimously approved on 10/26/2016 for the establishment of a Multi-Specialty ASTC with three operating rooms and one procedure room.

Tennova Healthcare, Lebanon f/k/a University Medical Center, Lebanon (Wilson County) – CN1510042A

- Request for 2 year extension, from 3/1/2019 to 3/1/2019

Approved on 1/27/2016 for the relocation of two adult psychiatric units representing a total of 49 licensed beds (both staffed at 16 beds each), and one rehabilitation unit representing 26 licensed beds (staffed at 10 beds) from the current satellite location located 3 miles away at McFarland Specialty Hospital 500 Park Avenue, Lebanon, TN to its main campus located at 1411 Baddour Parkway, Lebanon, Tennessee 37087. Renovations of the surgery and endoscopy areas located at the main UMC campus are also included in this proposed project.

LP Johnson City, LLC, Johnson City (Washington County) – 1609-032A

- Request for 3 month extension, from 2/1/2019 to 5/1/2019

Unanimously approved on 12/14/2016 for the construction of a 47 bed replacement nursing home to be located at 401 Princeton Road, Johnson City, TN on the campus of the former Northside Hospital. The new nursing home will relocate and replace, respectively, two Mountain States Health Alliance nursing homes, the 34-bed Princeton Transitional Care located within Johnson City Medical Center at 400 North State of Franklin Road, Johnson City and Franklin Transitional Care, which holds an inactive license for a 13-bed nursing home also at 400 North State of Franklin Road, Johnson City, TN.

Collins Chapel Health and Rehabilitation Center, Memphis (Shelby County) – CN1202-011AEEEE

- Request for 1 year extension, from 2/1/2019 to 2/1/2020

Approved for the establishment of a 28 bed skilled nursing facility in which all beds will be dually certified for Medicare and Medicaid at 409 Ayers Street, Memphis, Tennessee 38105.

APPEALS OF AGENCY DECISIONS

<u>FACILITY</u>	<u>DOCKET#</u>	<u>DESCRIPTION</u>	<u>MEETING DATE</u>
Baptist Memorial Hospital CN1705-018	25.00-144364J	Appeal of Denial of CON	8/23/2017 Contested Case heard August 2018
Premier Radiology CN #1803-014A	25.00-154055J	Appeal of Approval	6/27/18 meeting Contested Case to be heard 9/16-20/19
Northridge Surgery Center, LP CN1806-023A	25.00-155712J	Appeal of Approval	10/24/18
Eye Surgery Center of Lenoir City, LLC CN1807-033A	25.00-155713J	Appeal of Approval	10/24/18 Contested Case to be set 1/15/19

HEALTH SERVICES AND DEVELOPMENT AGENCY

Chair Douglas Scarboro
(Consumer, Governor)

Vice-Chair Kenneth Patric, M.D.
(Physician)

Thomas Alsup
(Consumer, Speaker of the House)

Laura Beth Brown
(Home Care)

Todd Taylor
(Nursing Home)

Paul Korth
(Hospital)

R.G. (Rick) Chinn
(Consumer, Lieutenant Governor)

Corey Ridgway
(Ambulatory Surgical Treatment Centers)

Keith Gaither, Designee
for Director of TennCare
Wendy Long, M.D.

Jaclyn Harding, Designee
for Comptroller
Justin Wilson

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