

HEALTH SERVICES AND DEVELOPMENT AGENCY

MINUTES

February 26, 2020

AGENCY MEMBERS PRESENT

Korth, Paul, Vice-Chair

Alsup, Thomas

Brown, Laura Beth

Chinn, R.G. Rick

Ridgway, Corey

Gaither, Keith, Designee for TennCare

Harding, Jaclyn, Designee for Comptroller

Jordan, Lisa, Designee for Commerce & Insurance Commissioner

AGENCY MEMBERS ABSENT

Scarboro, Douglas, Chair

Patric, Kenneth, M.D.

Taylor, Todd

AGENCY STAFF PRESENT

Grant, Logan, Executive Director

Farber, Mark, Deputy Director

Christoffersen, Jim, General Counsel

Eden-Hoback, Lowavia, Office and Resource Manager

Earhart, Phillip, HSD Examiner

Craighead, Alecia, Information and Data Analyst

Elenbaas, Dave, HSDA Health Data and Policy Administrator

COURT REPORTER

Daniel, April

GUESTS PRESENT

Adams, Justin, Esq., Bone McAllester Norton

Allen, Mark, CEO, The Jackson Clinic

Baker, Graham, Esq., Anderson and Baker

Benton, Tony, CEO, Tennova Healthcare
Blankenship, Jeff, CFO, West Tennessee Healthcare
Bragg, Dan, CFO, State of Franklin Health Associates
Brent, Mike, Esq., Bradley Arant
Brown, Dere, Director of Health Planning and License/Certification, NHC
Byrd, Clayton, Special Counsel, Adams and Reese
Chandler, Zach, EVP/CSO, Baptist Memorial Health Care Corporation
Clark, Andy, AVP, NHC
Cohne, Raymond, M.D., SoFHA
Crenshaw, Jim, M.D., The Jackson Clinic
Currie, Dean, M.D., Jackson Surgical
Deakins, Sandy, V.P., Care Centers Management
Duckett, Greg, SR V.P., Baptist Memorial Health Care Corporation
Eldridge, Lolly, M.D., The Jackson Clinic
Fazio, Brandon, Director, CHS
Fitzgerald, Bryce, Esq., Kramer Rayson, I.I.P
Gaddy, Alex, Administrator, Center on Agency and Health, LLC.
Gaffney, Laura, Esq., Bass Berry Sims
Gooch, Warren, Esq., Kramer and Rayson
Hall, Clint, Government Affairs, NHC
Hall, David, Executive V.P., UT Medical Center
Harper, Jim, President, Reliant Healthcare Corporation
Jackson, Ed, State Senator, General Assembly
Khoury, Jonathan, M.D., APP
Lawrence, Amanda, Nurse Manager, Accredo Health Group
Little, Jason, President/CEO, Baptist Memorial Health Care
Longhouser, Michael, COO, State of Franklin Healthcare Associates
Looney, Kim, Esq., Waller Lansden
Luccasen, Ray, Chief Clinical, Reliant Healthcare Corporation
Mahalati, Kamran, M.D., The Jackson Clinic
Maples, Arthur, Director, BMHCC
McCreary, Josh, General Counsel, NHC
McGee, Brooke, Associate Attorney, Adams and Reese
Moulton, David, M.D., State of Franklin Healthcare Associates
Nayson, Jay, RVP, NHC
Panek, Rich, CEO, SoFHA

Peay, Joey, CEO, Murfreesboro Medical Clinic
Petty, Harold, Architect, ESA
Phillips, Brant, Esq., Bass, Berry, Sims
Powers, Joy, Consultant, Care Centers Management
Prescott, Tina, COO, West Tennessee Healthcare
Preston, William, President, The Jackson Clinic
Reed, Ann, Director of Licensure, TDH
Richardson, Mike, V.P., Covenant Health
Ridder, Ben, Assistant CEO, Tennova Healthcare
Ross, James, CEO, West Tennessee Healthcare
Sassman, Gregory, V.P./CCO, Perimeter Healthcare
Serra, Jeanne, SR Counsel, Express Scripts
Soulsby, Richard, Director, Accredo Health Group
Stevens, George, CEO, Integra Resources, LLC.
Stuart, Paula, Director, Accredo Health Group
Swain, Cindi, M.D., The Jackson Clinic
Swearingen, Travis, Esq., Butler Snow
Sweetnich, Jay, SR Director, Community Health Systems
Taylor, Jackie, CMO, West Tennessee Healthcare
Taylor, Jerry W., Esq., Burr & Forman
Thelen, Deann, CEO, West Tennessee Healthcare
Trauger, Byron, Esq., Trauger and Tuke
Wellborn, John, Consultant, DSG
Willcoxon, Phillip, Interim CEO, Woodridge of West TN
Woods, Jeffrey, Operations President, Acadia Healthcare
Young, Laura, CNO, TDMHSAS

CALL TO ORDER:

The meeting was called to order at 8:30 a.m. by Mr. Korth with the following members present:

Ridgway, Jordan, Gaither, Chinn, Brown, Harding, Alsup and Korth. A quorum was established with eight members being present.

DIRECTOR'S ANNOUNCEMENTS

- The April 22, 2020 board meeting will be held at Davy Crockett State Office Building.
- Logan Grant gave an update on Legislation in regards to CON.

- Mark Farber has announced his retirement in May 2020. His position has been posted on the website.

APPROVAL OF MINUTES

Mr. Korth presented the January 23, 2020 minutes for approval.

The motion CARRIED [8-0-0] unanimously by voice vote. **APPROVED**

CONSENT CALENDAR

Mr. Grant introduced the four applications under consideration, which were approved.

***Open Arms Care Corporation dba Knox County #1, Knoxville (Knox County), TN CN1912-052**

Request: The relocation of an 8 licensed bed ICF/IID home from 7812 Ball Camp Pike, Knoxville (Knox County), TN to an unaddressed 2.2 acre lot being the west half of an approximately 4.46-acre parcel located near the street address of 6200 John May Drive, Knoxville (Knox County), TN 37921. The 4.46 acre lot site is described as Parcel 092DA00460 in the records of the Knox County Tax Assessor. The estimated project cost is \$3,426,771.

Mr. Ridgway moved for approval with Ms. Jordan providing the second.

Factual and Legal Basis for approval:

Need - This project will transition eight residents from a 30-year-old facility to a new facility, which will be constructed to meet the resident acuity levels by the current life safety codes, designed floor plans, technologies, and building materials. Relocation to a newly constructed home rather than a renovation of the existing 30-year-old home is a much better option.

Economic Feasibility - This project is economically feasible based upon a turn-key lease agreement between the facility's development group and will obtain a loan to construct the facility and lease it to Open Arms. The payer mix is projected to be 100 percent TennCare. Each facility has and is projected to continue with occupancy rates over 99 percent.

Healthcare that meets appropriate quality standards - Open Arms has operated in Tennessee for over 30 years and has a track record of providing ICF/IID services that meet quality standards.

Contribution to the orderly development of healthcare - The proposed project relocates ICF/IID services to a newly constructed facility that will better meet the needs of its residents.

Eight members voted to approve the application- Ridgway, Jordan, Gaither, Chinn, Brown, Harding, Alsup and Korth. The motion CARRIED [8-0-0].

***Open Arms Care Corporation dba Knox County #2, Knoxville (Knox County), TN CN1912-053**

Request: The relocation of an 8 licensed bed ICF/IID home from 7812 Ball Camp Pike, Knoxville (Knox County), TN to an unaddressed 2.2 acre lot being the east half of an approximately 4.46-acre parcel located near the street address of 6200 John May Drive, Knoxville (Knox County), TN 37921. The 4.46 acre lot site is described as Parcel 092DA00460 in the records of the Knox County Tax Assessor. The estimated project cost is \$3,426,771.

Ms. Harding moved for approval with Mr. Chinn providing the second.

Factual and Legal Basis for approval:

Need - This project will transition eight residents from a 30-year-old facility to a new facility, which will be constructed to meet the resident acuity levels by the current life safety codes, designed floor plans, technologies, and building materials. Relocation to a newly constructed home rather than a renovation of the existing 30-year-old home is a much better option.

Economic Feasibility - This project is economically feasible based upon a turn-key lease agreement between the facility's development group and will obtain a loan to construct the facility and lease it to Open Arms. The payer mix is projected to be 100 percent TennCare. Each facility has and is projected to continue with occupancy rates over 99 percent.

Healthcare that meets appropriate quality standards - Open Arms has operated in Tennessee for over 30 years and has a track record of providing ICF/IID services that meet quality standards.

Contribution to the orderly development of healthcare - The proposed project relocates ICF/IID services to a newly constructed facility that will better meet the needs of its residents.

Eight members voted to approve the application- Ridgway, Jordan, Gaither, Chinn, Brown, Harding, Alsup and Korth. The motion CARRIED [8-0-0].

***Open Arms Care Corporation dba Knox County #3, Knoxville (Knox County), TN CN1912-054**

Request: The relocation of an 8 licensed bed ICF/IID home from 6011 Clayberry Road, Knoxville (Knox County), TN to an unaddressed 2.09 acre lot between parcels with street addresses of 8201 Greenwell Road and 8125 Greenwell Road, Knoxville (Knox County), TN 37921. The 2.09 acre lot site is described as Parcel 037 14211 and Parcel 037 14212 in the records of the Knox County Tax Assessor. The estimated project cost is \$4,844,587.

Mr. Ridgway moved for approval with Ms. Jordan providing the second.

Factual and Legal Basis for approval:

Need - This project will transition eight residents from a 30-year-old facility to a new facility, which will be constructed to meet the resident acuity levels by the current life safety codes, designed floor plans, technologies, and building materials. Relocation to a newly constructed home rather than a renovation of the existing 30-year-old home is a much better option.

Economic Feasibility - This project is economically feasible based upon a turn-key lease agreement between the facility's development group and will obtain a loan to construct the facility and lease it to Open Arms. The payer mix is projected to be 100 percent TennCare. Each facility has and is projected to continue with occupancy rates over 99 percent.

Healthcare that meets appropriate quality standards - Open Arms has operated in Tennessee for over 30 years and has a track record of providing ICF/IID services that meet quality standards.

Contribution to the orderly development of healthcare The proposed project relocates ICF/IID services to a newly constructed facility that will better meet the needs of its residents.

Eight members voted to approve the application- Ridgway, Jordan, Gaither, Chinn, Brown, Harding, Alsup and Korth. The motion CARRIED [8-0-0].

***Open Arms Care Corporation dba Knox County #4, Knoxville (Knox County), TN CN1912-055**

Request: The relocation of an 8 licensed bed ICF/IID home from 509 Emory Road, Knoxville (Knox County), TN to an unaddressed 1.09-acre lot between parcels with street addresses of 10417 South Northshore Drive and 10520 Sandpiper Lane, Knoxville (Knox County), TN 37921. The 1.09 acre lot site is described as Parcel 0153LA007 in the records of the Knox County Tax Assessor. The estimated project cost is \$4,887,650.

Ms. Harding moved for approval with Mr. Chinn providing the second.

Factual and Legal Basis for approval:

Need - This project will transition eight residents from a 30-year-old facility to a new facility, which will be constructed to meet the resident acuity levels by the current life safety codes, designed floor plans, technologies, and building materials. Relocation to a newly constructed home rather than a renovation of the existing 30-year-old home is a much better option.

Economic Feasibility - This project is economically feasible based upon a turn-key lease agreement between the facility's development group and will obtain a loan to construct the facility and lease it to

Open Arms. The payer mix is projected to be 100 percent TennCare. Each facility has and is projected to continue with occupancy rates over 99 percent.

Healthcare that meets appropriate quality standards - Open Arms has operated in Tennessee for over 30 years and has a track record of providing ICF/IID services that meet quality standards.

Contribution to the orderly development of healthcare - The proposed project relocates ICF/IID services to a newly constructed facility that will better meet the needs of its residents.

Eight members voted to approve the application- Ridgway, Jordan, Gaither, Chinn, Brown, Harding, Alsup and Korth. The motion CARRIED [8-0-0].

CERTIFICATE OF NEED APPLICATIONS

Eight certificate of need applications were considered under TCA § 68-11-1609(b) which notes the conditions that must be met in order to grant a certificate of need—when the action proposed in the application is necessary to provide needed health care in the area to be served, can be economically accomplished and maintained, will provide health care that meets appropriate quality standards, and will contribute to the orderly development of adequate and effective health care facilities or services.

Deputy Director Farber introduced each of the eight applications under consideration with seven being approved and one being denied.

Christian Care Center of Unicoi County, Unicoi (Erwin County), TN CN1910-040

Request: For the addition of five Medicare skilled certified beds to Christian Care Center of Unicoi County's existing 46-bed nursing home facility. These beds are subject to the 125 Nursing Home Bed Pool for 2019-2020. The applicant is owned by Christian Care Center of Unicoi County, LLC. Its only member and 100% owner is J. R. (Randy) Lewis. The estimated project cost is \$50,000.

Mr. Ridgway moved to approve the application with Mr. Chinn providing the second.

Factual and Legal Basis for denial:

Need - This facility has achieved a 90-percent-plus occupancy rate over the past few years, and the addition of these five additional beds will improve their ability to meet the need for the amplified care of these level-two patients that was referenced in their application and allow them to further their onsite respiratory care program.

Economic Feasibility - They have the funding available from cash reserves; and in years one and two, the margins appear to be profitable at 1.9 percent and 3.1 percent respectively.

Healthcare that Meets Appropriate Quality Standards - They have met the necessary licensure and certification requirements, and pursuit of Joint Commission accreditation.

Contribution to the Orderly Development of Healthcare - This application addresses the ongoing demand for private beds, and this is orderly in that there is no additional construction costs. They are going to be better utilizing the facility in which they are in and improving access to the care of the patients when they are in demand for it given their occupancy rate.

Seven members voted to approve the application— Ridgway, Jordan, Gaither, Chinn, Brown, Harding, and Korth. Alsup voted nay. The motion CARRIED [7-1-0].

Accredo Health Group, Inc., Memphis (Shelby County), TN CN1910-041

Ms. Brown recused

Request: For the addition of 89 counties to an established home care organization limited to providing and administering home infusion products and related infusion nursing services in patients' homes. The office is located at 1640 Century Center Parkway, Suite 103, Memphis (Shelby County) Tennessee. Accredo is a wholly owned subsidiary of Cigna Corporation through several intermediary corporations. The estimated project cost is \$90,000.

Ms. Jordan moved for approval with Mr. Alsup providing the second.

Factual and Legal Basis for approval:

Need – Will provide timely access to patients requiring specialty home infusion medications across the state. In its application, Accredo provided documentation of 20 pharmacy patients that Accredo had to discharge in counties in which it was not licensed because the existing home health agencies could not serve them. Also, various physicians sent letters of support in which they reported patients who could not access the needed home infusion services from existing home health agencies.

Economic Feasibility – The cost to implement this project is minimal and can be easily funded through cash reserves of the parent.

Healthcare that Meets Appropriate Quality Standards – Accredo has a quality control and monitoring program to ensure compliance with quality standards of care. The applicant is already licensed by the Department of Health and is Joint Commission and URAC accredited.

Contribution to the Orderly Development of Healthcare - Accredo maintains working relationships with all major health systems as well as physician groups and private physicians. Because the CON is limited to patients with complex health conditions in need of specialized infusion services, existing home health providers should not be negatively impacted by this project. By expanding the service area, Accredo can better serve this fragile population without patients having to delay treatment or to travel to a clinic or hospital for care.

Seven members voted to approve the application— Ridgway, Jordan, Gaither, Chinn, Harding, Alsup and Korth. The motion CARRIED [7-0-0].

Woodridge of West TN, LLC., Jackson (Madison County), TN CN1910-043

Request: For the addition of a second 16-bed child and adolescent inpatient psychiatric wing, for a total of 32 child and adolescent beds, located at 49 Old Hickory Blvd., Jackson (Madison County), TN 38305. The applicant is owned by Woodridge Behavioral Care, LLC which is wholly owned by Perimeter Healthcare. The estimated project cost is \$832,340.

Mr. Ridgway moved for approval with Ms. Jordan providing the second.

Factual and Legal Basis for approval:

Need – The addition of 16 beds is within the State Health Plan's need criteria. They state there's a need for 18 more beds, they're asking for 16. There also is an unfortunate number of patients that have been turned away; 331 specifically in 2019, and they have run an occupancy rate in excess of 90 percent, six times over the last twelve months.

Economic Feasibility – They will be funding this \$832,000 project from cash reserves, it will have a positive margin in year one of 19 percent, and they are renovating the existing wing of the facility at a very economical price of \$130 per square foot.

Healthcare that Meets Appropriate Quality Standards – This is a licensed facility that has been accredited by Joint Commission.

Contribution to the Orderly Development of Healthcare - This is the only child and adolescent unit in the primary service area, and there is no opposition present.

Eight members voted to approve the application— Ridgway, Jordan, Gaither, Chinn, Brown, Harding, Alsop and Korth. The motion CARRIED [8-o-o].

Middlebrook, ASC, LLC., Knoxville (Knox County), TN CN1911-045

Request: For the establishment of a multi-specialty ambulatory surgical treatment center (ASTC) with three (3) operating rooms and associated services in approximately 15,000 square feet of leased space within a larger medical office building at an unaddressed site located at Middlebrook Pike and Old Weisgarber Road in Knoxville, (Knox County) Tennessee, 37909. The applicant is wholly owned by Metro Knoxville HMA, LLC, d/b/a Tennova Healthcare. Eventually, Middlebrook ASC will be owned at least 51% by Metro Knoxville HMA and up to 49% by local surgeons. The estimated project cost is \$15,901,599.

Ms. Jordan moved for approval with Ms. Harding providing the second.

Factual and Legal Basis for approval:

Need – The surgeons participating in this joint venture must currently perform their outpatient cases in a more expensive hospital-based setting. An ASTC is needed to provide the lower-cost option that many third-party payers, including Medicare and TennCare, are demanding. In addition, the two participating Tennova hospitals need additional capacity for other specialties and more complex cases. The applicant projects that the ASTC will have exceeded the 884 cases per OR threshold in year two of operations.

Economic Feasibility – Over 50 percent of the project cost is present value of the lease for the space. The remaining cost can be funded with a commercial loan, and the project is expected to be profitable in the first year of operation.

Healthcare that Meets Appropriate Quality Standards – The ASTC will be managed by a company with experience managing 15 ASTCs across eight states. The applicant will seek the required licensure from the Department of Health, certification by Medicare and Medicaid, and accreditation by the Accreditation Association For Ambulatory Healthcare.

Contribution to the Orderly Development of Healthcare – The ASTC will have transfer agreements with the participating Tennova hospitals where the project surgeons have admitting privileges. Because the outpatient surgical cases are being moved from the Tennova hospitals, this new ASTC should not have an impact on others in the service area. This project will also address the capacity issues at the acute care hospitals.

Eight members voted to approve the application— Ridgway, Jordan, Gaither, Chinn, Brown, Harding, Alsop and Korth. The motion CARRIED [8-o-o].

Westlawn Surgery Center, LLC., Murfreesboro (Rutherford County), TN CN1911-046

Request: For the establishment of an ambulatory surgical treatment center (ASTC) limited to orthopedics and pain management with three operating rooms and one procedure room located at the West Corner of Veterans Parkway and Shores Road, Murfreesboro (Rutherford County), Tennessee, 37128. Saint Thomas/USP Surgery Centers, LLC will own at least 50.1%, and Tennessee Orthopaedic Alliance will own

no more than 49.9% of the applicant. The ASTC will be further limited to the medical staff of Tennessee Orthopaedic Alliance. The estimated project cost is \$13,950,419.

DEFERRED TO APRIL

Knoxville Center for Behavioral Medicine, LLC., Knoxville (Knox County), TN CN1911-047

Request: For the establishment of a 64-bed mental health hospital (24 adult psychiatric beds, 24 adult co-occurring beds, and 16 geriatric psychiatric beds) located at an unaddressed site at Middlebrook Pike and Old Weisgarber Road, Knoxville (Knox County), TN. The applicant is owned by National Healthcare Corporation (60%), Tennova Healthcare/Knoxville HMA Holdings, LLC (15%), University of Tennessee Medical Center (15%), and Reliant Healthcare (10%). The estimated project cost is \$28,400,000.

Factual and Legal Basis for approval:

Need – Using the 2023 bed-need formula, even with the addition of Dowell Springs unimplemented CON, this project, along with the delicensure of the 38 Tennova psychiatric beds, will result in there being a net bed surplus of only two beds in the service area. Testimony about the need for inpatient psychiatric services, and the documentation provided about patients not being able to access that care.

Economic Feasibility – The project can be funded through cash reserves of the parent companies, and the applicant plans to serve all payers, including Medicare, TennCare, TriCare, charity care patients, and unfunded patients.

Healthcare that Meets Appropriate Quality Standards – The applicant will seek licensure from the Department of Mental Health and Substance Abuse Services, will seek Medicare and Medicaid certification, and Joint Commission accreditation. The applicant also commits to providing culturally competent services that address the special needs of women, racial and ethnic minorities, low income groups, and other medically underserved populations.

Contribution to the Orderly Development of Healthcare – The applicant intends to have transfer agreements with its affiliated Tennova and UPMC hospitals and other local hospitals to comply with patient choice if a transfer is needed. The applicant commits to accepting all short-term voluntary and involuntary admissions regardless of payer source. Also, the applicant will assign 24 adult beds for patients with co-occurring mental illness and substance abuse disorder. The project will provide a continuum of care by providing partial hospitalization and inpatient-outpatient services in addition to inpatient care.

Mr. Alsop moved for denial with Ms. Jordan providing the second. The motion failed [7-1-0]

Ms. Jordan made a second motion to approve the application with Mr. Ridgway providing the second.

Seven members voted to approve the application— Ridgway, Jordan, Gaither, Chinn, Brown, Harding, and Korth. Mr. Alsop voted nay. The motion CARRIED [7-1-0].

Jackson Clinic- Baptist Surgery Center, LLC., Jackson (Madison County), TN CN1911-048

Ms. Brown recused

Request: For the establishment of a multi-specialty ambulatory surgical treatment center (ASTC) plus the initiation of cardiac catheterization services located at an unaddressed site of the junction of US Route 45

Bypass and Passmore Lane, Jackson (Madison County), Tennessee, 38305. The applicant is owned equally by Jackson Clinic, PA and Baptist Memorial Health Care Corporation (BMHCC). The estimated project cost is \$43,601,453.

Mr. Ridgway moved for approval with Ms. Jordan providing the second.

Factual and Legal Basis for approval:

Need – There is not available ASTC ORs for the volume that is being projected for this specific project without the creation of a new ASTC. The two existing ASTCs, one has no ORs and the other is beyond its capacity and could not absorb the proposed volume. From a need standpoint, it's what necessitates this specific project.

Economic Feasibility – The project will be funded by the Jackson Clinic and by Baptist Health System, and there are available funds for that. The project does show profitability in years three moving forward, so there is financial viability for the facility in the future.

Healthcare that Meets Appropriate Quality Standards – The facility will seek licensure and certification as necessary and will be seeking accreditation by the American Association for Accreditation of Ambulatory Surgical Facilities or the Association of Ambulatory Surgery Centers and the cardiac cath laboratory will seek accreditation by the American College of Cardiology.

Contribution to the Orderly Development of Healthcare - When looking at the cost of healthcare and the continued push by third-party payers to move appropriate business from the more costly hospital setting to the surgery center environment, this is an opportunity for the Jackson Clinic to ultimately take its patients and move it in a coordinated fashion into a surgery center environment which they have governance and say within.

Three members voted to approve the application— Ridgway, Jordan, and Gaither. Four members voted against - Chinn, Harding, Alsup and Korth. The motion FAILED [3-4-0].

SoFHA Outpatient Imaging Services, Johnson City (Washington County), TN CN1911-049

Request: For the establishment of an Outpatient Diagnostic Center (ODC), and initiation of MRI services at 818 Sunset Drive, Suite 100-200, Johnson City (Washington County), TN. The applicant is owned by State of Franklin Healthcare Associates, PLLC. The estimated project cost is \$9,316,413.

Ms. Brown moved for approval with Mr. Chinn providing the second.

Factual and Legal Basis for approval:

Need – The program that they're representing will provide a robust opportunity for patient access in that area and especially in light of the addition to the MRI. The current MRI utilization based on the facts show that the utilization is above capacity at 118 percent; and, therefore, justifies the need for further expansion.

Economic Feasibility – The applicant meets minimum annual projections for the MRI procedures that are proposed.

Healthcare that Meets Appropriate Quality Standards – The applicant commits to meet accreditation and licensure both through Joint Commission and the American College of Radiology.

Contribution to the Orderly Development of Healthcare – Including both contracting with all payers, Medicare and TennCare. In particular, meets increasing demands in the community. It improves access with the specialized breast imaging capabilities and a focus towards a center of excellence.

Eight members voted to approve the application— Ridgway, Jordan, Gaither, Chinn, Brown, Harding, Alsup and Korth. The motion CARRIED [8-0-0].

Nashville Center for Rehabilitation and Healing, LLC., Nashville (Davidson County), TN CN1911-050

Ms. Brown recused

Request: For the addition of 28 Medicare-certified skilled nursing beds to Nashville Center for Rehabilitation and Healing, LLC's existing 119 dually-certified bed nursing home. The applicant is owned by Nashville Center for Rehabilitation and Healing, LLC which is owned by Nashville Ventures TN, LLC. The estimated project cost is \$1,361,050.

Mr. Alsup moved for approval with Mr. Chinn providing the second.

Factual and Legal Basis for approval:

Need – For the addition of 28 Medicare certified skilled nursing beds at Nashville Center for Rehabilitation and Healing and existing to the 119-dually certified bed nursing home, I move for approval based on the need. There's, obviously, a clear need in the area with the low number of beds. The current occupancy is 97.8 percent full.

Economic Feasibility – The applicant has demonstrated the ability to finance this project. They have met the standards with the necessary standards recently, receiving the JCH accreditation.

Healthcare that Meets Appropriate Quality Standards – The applicant facility is licensed by the Department of Health and is certified by Medicare and TennCare.

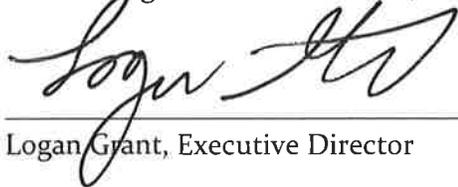
Contribution to the Orderly Development of Healthcare - They have a high number of referrals, along with having admission 24/7.

Seven members voted to approve the application— Ridgway, Jordan, Gaither, Chinn, Harding, Alsup and Korth. The motion CARRIED [7-0-0].

OTHER BUSINESS

ADJOURNMENT

There being no further business, the meeting adjourned.



Logan Grant, Executive Director

HSDA Minutes provide a brief summary of agency actions. A detailed record of each meeting (recording and transcript) is available upon request by contacting the HSDA office at 615-741-2364.