

December 20, 2013

I. December 2013—Tennessee Certificate of Need Meeting

At the December meeting of the Tennessee Health Services Development Agency, Eric Harkness gave an update on the development of the new nursing home and home health standards. As noted in our November 2013 report, the agency anticipated at that time that the nursing home standards would be finalized in December 2013 and the home health standards would be finalized in January 2014. However, Mr. Harkness announced that both the nursing home and home health standards have been delayed, though it is anticipated that they will be finalized in the first quarter of 2014. During the meeting, the agency approved the following applications.

A. Consent Agenda

- 1. NHC Homecare, Murfreesboro, Murfreesboro (Rutherford County), Tennessee (CN1310-036). The addition of Franklin County to the existing counties of Bedford, Cannon, Clay, Coffee, Cumberland, Davidson, Dekalb, Fentress, Grundy, Jackson, Macon, Marshall, Morgan, Overton, Pickett, Putnam, Rutherford, Smith, Trousdale, Van Buren, Warren, White, Williamson, and Wilson. NHC Homecare, Columbia will delicense Franklin County from its service area. The estimated project cost is \$3,000.
- 2. NHC Homecare, Springfield, Springfield (Robertson County), Tennessee (CN1310-037). The addition of Macon County to the existing counties of Cheatham, Davidson, Montgomery, Robertson, Sumner, and Wilson. NHC Homecare, Murfreesboro will delicense Macon County from its service area. The estimated project cost is \$3,000.
- 3. The Jackson Clinic—MRI Service, Jackson (Madison County), Tennessee (CN1310-038). The relocation of existing magnetic resonance imaging (MRI) and computerized tomography (CT) services from the campus of Jackson Clinic Professional Association, located at 616 West Forest Avenue, to a newly constructed addition to the clinic's north campus medical office building at 2859 Highway 45 Bypass in Jackson and the replacement/upgrade of one MRI unit. The estimated project cost is \$1,978,943.

B. Certificate of Need Review

- 1. Pioneer Community Hospital of Scott, Oneida (Scott County), Tennessee (CN1311-041). The discontinuation of obstetrics services at Pioneer Community Hospital of Scott. The five obstetrical beds will be converted to medical/surgical beds, and the licensed acute care bed complement at the hospital will remain at 25. The estimated project cost is \$5,000.
- 2. Vanderbilt University Hospitals, Nashville (Davidson County), Tennessee (CN1309-034). The expansion and renovation to the existing third-floor operating suite by four operating



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rooms and by providing shell space for future expansion of two additional operating rooms at 1211 Medical Center Drive in Nashville. The estimated project cost is \$7,535,709.

C. General Counsel's Report

1. Morristown-Hamblen Hospital, Morristown (Hamblen County), Tennessee (CN1009-040A). Request for a six-month extension of the expiration date from February 1, 2014, to August 1, 2014. This project was approved on December 15, 2010, for the acquisition of a stationary (fixed) positron emission tomography/computerized tomography (PET/CT) unit to replace and upgrade the existing mobile PET/CT equipment. The estimated project cost is \$4,695,707.

The following applications were deferred.

A. Certificate of Need Review

- 1. Community Hospices of America—Tennessee, LLC d/b/a Hospice Compassus-The Highland Rim, Tullahoma (Coffee County), Tennessee (CN1307-023). The addition of Lincoln County to the service area of Hospice Compassus, which is currently licensed in Bedford, Cannon, Coffee, Franklin, Giles, Grundy, Hickman, Lawrence, Lewis, Marshall, Maury, and Moore Counties. The estimated project cost is \$28,000. This application was deferred to January 2014.
- 2. Saint Thomas Midtown Hospital f/k/a Baptist Hospital, Nashville (Davidson County), Tennessee (CN1307-028). The modification of the hospital by replacing and relocating four operating rooms at an estimated project cost of \$11,499,496. This application was deferred to February 2014.
- 3. MUA of Middle Tennessee, LLC, Nashville (Davidson County), Tennessee (CN1308-031). The addition of interventional pain management services to a single specialty ambulatory surgical treatment center (ASTC) with one procedure room that is currently authorized to provide only manipulation under anesthesia (MUA) services, which are manual, not operative, surgical procedures. The estimated project cost is \$113,000. This application was deferred to January 2014.

The next agency meeting will be held on January 22, 2014, at 8:30 a.m.



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II. Certificate of Need Program Report—Filings Since November 2013 Meeting

A. Applications for CON

- 1. Shelby County Health Corporation d/b/a The Regional Medical Center at Memphis, LLC, Memphis (Shelby County), Tennessee (CN1311-044): The establishment of a 20 skilled-bed nursing unit to be licensed as nursing home beds and operated as a department of The MED. All beds will be certified for both Medicare and Medicaid. The estimated project cost is \$300,000.
- 2. Select Specialty Hospital—North Knoxville, Powell (Knox County), Tennessee (CN1312-047): The relocation of 33 long-term acute care beds from 900 East Oak Hill Ave., 4th Floor, Knoxville, Tennessee, to leased space at North Knoxville Medical Center, Physicians Plaza B, 1st Floor, Knoxville, Tennessee. The estimated project cost is \$13,910,744.
- 3. Ave Maria Home, Bartlett (Shelby County), Tennessee (CN1312-048): The replacement of 35 of the current 75 skilled nursing beds at 2805 Charles Bryan Road, Bartlett, Tennessee, and the addition of 30 Medicare-certified skilled nursing beds at 2840 Charles Bryan Road, Bartlett, Tennessee. If approved, the facility will have a total of 105 beds. The estimated project cost is \$7,999,960.
- 4. Professional Home Health Care, LLC d/b/a CareAll Homecare Services, Brownsville (Haywood County), Tennessee (CN1312-049): The relocation of the home health agency parent office from 901 Highway 51 South, Covington (Tipton County), Tennessee, to 1151 Tammbell Street, Brownsville (Haywood County), Tennessee. The agency is currently licensed to provide home health services in 19 counties. The estimated project cost is \$59,300.
- 5. SBH-Kingsport, LLC, Kingsport (Sullivan County), Tennessee (CN1312-050): The establishment of a new inpatient psychiatric hospital and initiation of inpatient psychiatric hospital services with 72 new licensed psychiatric beds (18 adult beds, 16 geriatric beds, 28 child and adolescent beds, and 10 chemical dependency beds). The estimated project cost is \$11,717,915.
- 6. Rolling Hills Hospital, LLC d/b/a Rolling Hills Hospital, Franklin (Williamson County), Tennessee (CN1312-051): The addition of 40 psychiatric beds to the existing 80 beds for a total of 120 psychiatric beds. The estimated project cost is \$9,796,910.



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III. Projects Deemed Complete for Review at January 2014 Meeting

A. Certificate of Need Review

- 1. Smoky Mountain Ambulatory Surgery Center, LLC, Knoxville (Knox County), Tennessee (CN1308-032): The addition of interventional pain management services at its ASTC, which currently provides manipulation under anesthesia services to be provided in the same procedure room that is currently licensed, at an estimated project cost of \$53,000.
- 2. Woodridge of West Tennessee, LLC, Jackson (Madison County), Tennessee (CN1309-035): Establishment of a new 16-bed geriatric inpatient psychiatric facility located at 49 Old Hickory Boulevard, Jackson, Tennessee. The estimated project cost is \$1,158,737.
- 3. The Village at Germantown Skilled Nursing Facility, Germantown (Shelby County), Tennessee (CN1310-039): The addition of 20* Medicare certified skilled nursing facility beds to the existing 30-bed facility at an estimated project cost of \$5,654,232. *These beds are subject to the 2013-14 Nursing Home Bed Pool.