

August 29, 2016

I. August 2016—Tennessee Certificate of Need Meeting

At the August meeting of the Tennessee Health Services and Development Agency, the agency approved the following applications (there was no meeting in July, as the agency has now moved to a bi-monthly meeting cycle).

A. Consent Agenda

- **1. Life Bridges Inc., Cleveland (Bradley County), TN CN1605-017:** Relocation of a 6-bed ICF/IID home from 2601 Bower Lane to 3745 Adkisson Drive Cleveland, TN. The estimated project cost is \$622,065.
- **2. Maxim Healthcare Services, Inc., Brentwood, (Williamson County), TN CN1606-023**: Relocation from 2416 21st Ave. South, Nashville, TN 37212 to 115 East Park Drive, Suite 200, Brentwood, TN 37027. The service area is Cheatham, Davidson, Dickson, Montgomery, Robertson, Rutherford, Sumner, Williamson, and Wilson Counties. The estimated project cost is \$3,201,828.

B. Certificate of Need Review

- 1. Erlanger Behavioral Health, Chattanooga (Hamilton County), TN CN1603-012: Construction of a new 88-bed psychiatric hospital to include services for inpatients, outpatients and substance abuse. Transferring 12 geriatric psychiatric beds from Erlanger North Hospital to new Erlanger Behavioral Health Campus. The estimated project cost is \$25,112,600.
- **2.NHC Healthcare, Cookeville (Putnam County), TN CN1604-014**: Addition of ten (10) new Medicare-certified SNF nursing home beds. The estimated project cost is \$4,806,490.
- 3. Upper Cumberland Orthopedic Surgery d/b/a Tier 1 Orthopedics, Cookeville (Putnam County), TN - CN1604-015: Acquisition of an MRI and the initiation of MRI services limited to the patients of Tier 1. The estimated project cost is \$1,486,578.
- **4. East Tennessee Healthcare Holdings, Inc., Johnson City (Washington County), TN CN1605-021:** To establish a non-residential substitution based opioid treatment center. The estimated project cost is \$1,747,777.



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C. General Counsel's Report

- Christian Care Center of Bristol, Bristol (Sullivan County), TN CN1404-012A:
 The project received an 18-month extension from September 1, 2016, to March 1, 2018. The project was approved on July 23, 2014. The estimated project cost was \$11,953,747.
- 2. Gurley Surgery Center, Nashville (Davidson County), TN CN0408-074A: Request to permit additional gynecologists to perform gynecological procedures at the ASTC. The project was approved on November 17, 2004. The estimated project cost was \$142,000.

D. Other Agency Action

- 1. Tennessee Orthopedics, P.C., Lebanon (Wilson County), TN CN1605-019: Establishment of a multi-specialty ambulatory surgical treatment center with three operating rooms and one procedure room, with an estimated project cost is \$2,726,676. This application was deferred until the October 2016 meeting.
- 2. Rule-Making: The Agency approved changes to its rules, primarily necessitated by the changes to the Certificate of Need statute in Public Chapter 1043, which became effective July 1, 2016.
- 3. Development of Quality Measures: Public Chapter 1043 imposes new requirements on the Agency as to continuing oversight regarding approved applications, annual reporting, and the development of quality measures for applicants. The Agency staff has started a series of meetings with representatives of the Tennessee Department of Health, the Tennessee Department of Mental Health and Substance Abuse, and the Tennessee Department of Intellectual and Developmental Disabilities as they work to fulfill those statutory requirements.

II. Certificate of Need Program Report — July and August 2016 Filings

A. Letters of Intent - July

None



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B. Letters of Intent - August

- 1.TN SM, LLC d/b/a Providence Surgery Center, Mt. Juliet (Wilson County) TN
 CN1608-000: Conversion of an Orthopedic and Pain Procedure ASTC to a Multi-Specialty ASTC. The estimated project cost is \$220,387.
- 2. Unicoi County Memorial Hospital, Erwin (Unicoi County) TN CN1608-000: Relocate and replace existing hospital with 10 acute care beds and an emergency department with 10 treatment rooms. The estimated project cost is \$19,999,141.
- 3. Maxlife at Home of Tennessee LLC, d/b/a Careall Home Care Services, Nashville (Davidson County) TN CN1608-000: Relocating from 900 Nashville Highway, Columbia, TN, to 4015 Travis Drive, Suite 103, Nashville, TN. Surrender of Maury, Giles, Lawrence, Wayne, Lewis and Hickman Counties. The estimated project cost is \$28,000.
- **4.VIP Home Nursing d/b/a Careall Home Care Services, Nashville (Davidson County) TN CN1608-000:** Addition of Maury, Giles, Lawrence, Wayne, Lewis and Hickman Counties following the surrender of the same six counties from another office. The estimated project cost is \$21,000.
- C. Applications for Certificate of Need still under review by agency staff as of August 1, 2016 (filed in June)
 - **1. Collins Chapel Health & Rehabilitation Center, Memphis (Shelby County), TN CN1606-026:** The addition of 12 Medicare skilled nursing facility beds. The estimated project cost is \$2,451,000.
 - 2. Premier Health Care, LLC, Bartlett (Shelby County) TN CN 1608-027: Establishment of home health agency for private duty care in Fayette, Haywood, Madison, Shelby and Tipton Counties. The estimated project cost is \$50,000.
- III. <u>Projects Deemed Complete for Review at the next Agency Meeting (October 26, 2016)</u>
 - A. Certificate of Need Review



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- 1. Middle Tennessee Imaging, LLC d/b/a Premier Radiology, Clarksville (Montgomery County), TN CN1605-016: Establishment of an outpatient diagnostic center and the acquisition and initiation of fixed MRI Services. The estimated project cost is \$941,648.
- 2. Bartlett ASC, LLC, Bartlett (Shelby County), TN CN1605-020: Establish an ambulatory surgical treatment center to provide outpatient services. The estimated project cost is \$9,837,855.
- 3. AxelaCare Health Solutions, LLC, Memphis, (Shelby County), TN CN1606-022: To establish a home health agency to be exclusively limited to providing home infusion globulin pharmaceuticals. The estimated project cost is \$69,628.
- **4. Trustpoint Hospital, LLC, Murfreesboro, (Rutherford County), TN CN1606-024:** The addition of 88 hospital beds 52 adult psychiatric beds, 8 physical rehabilitation beds, 14 child psychiatric beds and 14 adolescent psychiatric beds. The estimated project cost is \$57,320,105.
- **5. Compass Intervention Center, Memphis, (Shelby County), TN CN1606-025:** The establishment of a 48-bed inpatient mental health hospital for individuals 18 years old or younger. The estimated project cost is \$12,152,661.