

I. October 2016—Tennessee Certificate of Need Meeting

At the October meeting of the Tennessee Health Services and Development Agency, the agency approved the following applications, rules and requests. (There was no meeting in September, and there will not be a meeting in November as the agency has now moved to a bi-monthly meeting cycle.)

A. Consent Agenda

1. VIP Home Nursing and Rehabilitation Service, LLC d/b/a CareAll Home Care Services, Nashville (Davidson County), TN – CN1608-028: Addition of six counties (Maury, Giles, Lawrence, Wayne, Lewis, and Hickman) to the existing 22 county (Bedford, Cheatham, Davidson, Rutherford, Williamson, Wilson, Clay, Cumberland, Jackson, Overton, Putnam, Macon, Robertson, Sumner, Smith, Trousdale, Dekalb, Van Buren, Warren, White, Perry, and Cannon) service area of VIP Home Nursing and Rehabilitation Service d/b/a CareAll Home Care Services located at 4015 Travis Drive, Suite 102, Nashville, TN 37211. The estimated project cost is \$21,000.

2. Maxlife at Home of Tennessee LLC d/b/a CareAll Home Care Services, Nashville (Davidson County), TN – CN1608-029. The relocation of applicant's principal office from 900 Nashville Highway, Columbia (Maury County) to 4015 Travis Drive, Suite 103, Nashville, TN 37211. The relocation will occur with the surrender of Maury, Giles, Lawrence, Lewis, Wayne and Hickman Counties from the service area and the transfer of these six counties to the applicant's sister agency VIP Home Nursing and Rehabilitation Service, d/b/a CareAll Home Care Services. The remaining service area will consist of Cheatham, Davidson, Rutherford, Williamson, Robertson, Sumner, Hardin, McNairy, Decatur, Perry, Humphreys, and Wilson. The estimated project cost is \$67,054.88.

B. Certificate of Need Review

1. Tennessee Orthopedics, P.C., Lebanon (Wilson County), TN – CN 1605-019. The establishment of multi-specialty ambulatory surgical treatment center (ASTC) to be located in leased space at 101 Physicians Way, Lebanon, TN 37090. The ASTC will include three operating rooms and one procedure room. The estimated project cost is \$2,726,676.

2. Bartlett ASC, LLC, Bartlett (Shelby County), TN – CN1605-020. The establishment of a multi-specialty surgical center (ASTC) providing outpatient surgery services. The estimated project cost is \$9,837,855.48.

3. AxelaCare Health Solutions, LLC, Memphis (Shelby County), TN – CN1606-022. The establishment of a home care organization and the initiation of home health services limited to the home infusion of immune globulin pharmaceuticals in 21 West Tennessee counties. The service area includes Benton, Carroll, Chester, Crockett, Decatur, Dyer, Fayette, Gibson, Hardeman, Hardin, Haywood, Henderson, Henry, Lake, Lauderdale, Madison, McNairy, Obion, Shelby, Tipton, and Weakley Counties. The estimated project cost is \$69,628.

4. Trustpoint Hospital LLC, Murfreesboro (Rutherford County), TN - CN1606-024. The addition of 88 hospital beds to the existing 129-bed acute care hospital licensed by the Tennessee Department of Health resulting in a total of 217 licensed beds. The bed breakdown is as follows: adult psychiatric beds will increase from 59 to 111 beds; physical rehabilitation beds will increase from 16 to 24 beds; child psychiatric beds will increase from 0 to 14 beds; adolescent psychiatric beds will increase from 0 to 14 beds. The project includes the construction of a new building and renovation of existing facilities. A 32-bed residential care unit (16 adolescent/16 child) that is subject to CON review will be built and housed onsite and will be licensed separately by TDMHSAS. The estimated project cost is \$57,320,105.

C. Denied Projects

1. Middle Tennessee Imaging, LLC d/b/a Premier Radiology, Clarksville (Montgomery County), TN – CN1605-016. The establishment of an outpatient diagnostic center and the initiation of MRI services through the acquisition of a fixed MRI unit. The estimated project cost is \$941,648.

D. General Counsel's Report

1. NHC/Maury Regional Transitional Care Center, Columbia (Maury County), TN – CN1307-025AE. Request for a three-month extension from January 1, 2017 to April 1, 2017. This application was approved on October 23, 2013.

2. **Campbell Clinic Surgery Center, Germantown (Shelby County), TN CN1208-040AE.** Request a 24 month extension from January 1, 2017, to January 1, 2019. This application was approved on November 14, 2012.
3. **Waynesboro Health & Rehabilitation Center, Waynesboro (Wayne County), TN CN1411-045A.** Request a 24-month extension from April 1, 2017, to April 1, 2019. This application was approved on February 25, 2015.
4. **McKendree Village, Hermitage (Davidson County), TN CN1202-010AEE and McKendree Village, Hermitage (Davidson County), TN CN1303-007AE.** Request a 19-month extension from December 1, 2016 to July 1, 2018. This application was approved on May 23, 2013.

E. Other Agency Action

1. **Compass Intervention Center, Memphis (Shelby County), TN – CN1606-025.** The establishment of a 48-bed inpatient mental health hospital for children and adolescents up to age 18 located at 7900 Lowrance Road, Memphis, TN 38125. The estimated project cost is \$12,152,661. This application was deferred until the December meeting.
2. **Agency Determination** - Horizon Health & Rehabilitation Center has requested an agency determination as to whether a certificate of need is required to expand its operations to an adjacent parcel of property.
3. **Rule-Making** - The agency will consider the promulgation of rules, making permanent the fee increase of the initial examination fee of \$5.75 per \$1,000 of the estimated capital expenditure involved, with a minimum of \$15,000 and a maximum of \$95,000.

II. Certificate of Need Program Report — Recent Filings

A. Applications Deemed Complete for the February 2017 Meeting

1. **Premier Health Care, LLC, Bartlett (Shelby County) TN – CN1610-027:** Establishment of a home health agency for private duty care in Fayette, Haywood, Madison, Shelby and Tipton Counties. The estimated project cost is \$50,000.



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Tennessee CON Report

November 29, 2016

2. Ivy Hall Nursing Home, Elizabethton (Carter County) TN – CN1610-034.
Addition of 1 SNF bed. The estimated project cost is \$22,500.

B. Letters of Intent filed by November 10, 2016

1. **TriStar Maury Regional Behavioral Healthcare, Columbia (Maury County), TN – CN1610-036.** Establish a 60 bed mental health hospital. The estimated project cost is \$24,305,000.
2. **Woodridge of West Tennessee, Inc., Jackson (Madison County), TN - CN 1610-037.** The addition of 16 pediatric beds. The estimated project cost is \$1,320,250.
3. **Parkridge West Hospital, Jasper (Marion County), TN – CN1611-039.** Convert eight medical surgical beds to eight inpatient psychiatric beds. The estimated project cost is \$1,169,808.
4. **Eye Surgery Center of Knoxville, LLC, Knoxville (Knox County), TN- CN1610-038.** Establishment of a single specialty Ophthalmic Ambulatory Surgery Treatment Center. The estimated project cost is \$1,835,000.

III. Projects Deemed Complete for Review at the next Agency Meeting (December 14, 2016)

A. Consent Calendar

1. **Johnson City Medical Center, Johnson City (Washington County) TN – CN1610-035.** Addition of an MRI. The estimated project cost is \$2,008,108.

B. Certificate of Need Review

1. **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.
2. **Unicoi County Memorial Hospital, Erwin (Unicoi County), TN – CN1608-030.** The relocation and replacement of Unicoi Memorial Hospital with a 41,500-square-foot, 10-bed acute care replacement facility that will include an emergency department with 20 treatment rooms at an unaddressed site on Temple Road. The applicant's service area is Unicoi County. The estimated project cost is \$19,999,141.

Tennessee CON Report

November 29, 2016

- 3. TN SM, LLC d/b/a Providence Surgery Center, Mt. Juliet (Wilson County), TN – CN1608-031.** The conversion of an existing ambulatory surgical treatment center (ASTC), which is limited to orthopedic and pain procedures, to a multi-specialty ASTC. The ASTC will include two operating rooms and one procedure room that will be re-designated as part of the proposed multi-specialty ASTC. The estimated project cost is \$235,387.
- 4. LP Johnson City, LLC, Johnson City (Washington County), TN – CN1609-032.** The replacement of a 47-bed nursing home per TCA §68-11-1627 which permits one or more currently licensed nursing homes to be replaced with one single licensed nursing home. The new 47-bed facility will be located on the campus of what was formerly Northside Hospital in Johnson City, which is now closed. The facility will be created by relocating and replacing two Mountain State Health Alliance Nursing Homes (the 34-bed Princeton Transitional Care and the 13-bed Franklin Transitional Care) with the new 47-bed facility. Princeton Transitional Care is located within Johnson City Medical Center at 400 North State of Franklin Road and Franklin Transitional Care holds an inactive license at that same site. The facility will be managed by Signature HealthCare, LLC (SHC LP Holdings III, LLC) and Blue Ridge Medical Management Corporation. The estimated project cost is \$8,571,736.
- 5. Life Options of West Tennessee, Inc., Brighton (Tipton County), TN – CN1609-033.** The establishment of a new 30-bed nursing home that will consist of three 10-bed buildings located at an unaddressed site located at the south end of Grandview Drive, Brighton. The estimated project cost is \$7,685,534.