



State of Tennessee

Health Services and Development Agency

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AGENDA

Legislative Plaza
Room 12
Sixth Avenue North & Union Street
Nashville, TN

Wednesday, June 24, 2015
8:30 a.m. CDT

- I. CALL TO ORDER
- II. ROLL CALL
- III. DIRECTOR'S ANNOUNCEMENTS
- IV. APPROVAL OF MINUTES
- V. STATE HEALTH PLAN UPDATE
 - A. Update: Elizabeth Jones, Assistant Director of Health Planning, TDH
- VI. CONSENT CALENDAR
 - A. Cumberland Medical Center, Crossville (Cumberland County), TN – CN1504-011
The construction, renovation, and expansion of an existing building to create a new Emergency Department on the hospital campus located at 421 South Main Street, Crossville (Cumberland County), TN 38555. The estimated project cost is \$6,369,682.
- VII. CERTIFICATE OF NEED APPLICATIONS
 - Simultaneous Review - Implanted Pump Management, LLC, Knoxville (Knox County), TN – CN1407-027 and Pentec Health, Inc., Nashville (Davidson County), TN – CN1411-046 will be heard as a simultaneous review.**
 - A. Implanted Pump Management, LLC, Knoxville (Knox County), TN – CN1407-027
The establishment of a home care organization and the initiation of home health services limited to intrathecal pump services. The parent office will be located at 200 Prosperity Place #102, Knoxville (Knox County), TN 37932. There are no branch offices proposed for this project. The service area includes all 95 counties in Tennessee. The estimated project cost is \$13,038.00.

Opposition: National HealthCare Corporation; Pentec Health, Inc., Scarlet Weir on behalf of Continuum RX

DEFERRED FROM MARCH 2015 MEETING

- B. Pentec Health, Inc., Nashville (Davidson County), TN – CN1411-046
The establishment of a home care organization and the initiation of home health services limited to intrathecal pump infusion and Ig-G replacement therapy services in all counties in Tennessee except Hancock, Perry and Van Buren. The parent office will be located in leased space at 424 Church Street, Suite 2000, Nashville, TN. There are no branch offices proposed for this project. The estimated project cost is \$142,028.00.

Opposition: National HealthCare Corporation, Scarlet Weir on behalf of Continuum RX, Rachel Nelley, Esq., on behalf of Implanted Pump Management.

DEFERRED FROM MARCH 2015 MEETING

- C. Parkridge Medical Center, Chattanooga (Hamilton County), TN – CN1503-007
A major construction project requiring a capital expenditure greater than 5 million dollars at the main campus of Parkridge Medical Center at 2333 McCallie Avenue, Chattanooga (Hamilton County), Tennessee. The application proposes to remodel and expand floor space of several patient care and support departments, including the addition of a cardiac catheterization laboratory and a bone densitometry unit. The project does not include the addition of major medical equipment, initiation or discontinuance of any covered health care services, or affect the hospital's bed complement. Parkridge Medical Center, Inc. owns and operates five campuses with a consolidated license for 621 hospital beds. The 2333 McCallie Avenue campus, where this project is located, operates 275 of those beds. The estimated project cost is \$61,459,477.00.
- D. Methodist Healthcare-Memphis Hospitals d/b/a Methodist South Hospital, Memphis (Shelby County), TN – CN1503-008
A major construction project requiring a capital expenditure greater than \$5 million dollars that involves the renovation and expansion of the Emergency Department and related areas of the hospital campus at 1300 Wesley Drive, Memphis (Shelby County), Tennessee. The project does not involve an increase of the hospital's ED rooms, the addition of inpatient beds, or the initiation of services or addition of major medical equipment. Methodist Healthcare Memphis Hospitals owns and operates five campuses with a consolidated license for 1,583 hospital beds. The 1300 Wesley Drive campus, where this project is located, operates 156 of those beds. The estimated project cost is \$8,741,872.00.
- E. Turner Surgery Center, LLC, Nashville (Davidson County), TN – CN1503-009
The establishment of a single specialty ambulatory surgical treatment center (ASTC) located at Suite 210, 28 White Bridge Road, (Davidson County), TN 37205. The one procedure room ASTC will be limited to implantation of spinal neurostimulator devices and other pain management procedures. The estimated project cost is \$547,150.00.
- F. Baptist Memorial Group, Inc. d/b/a Baptist Medical Group, Germantown (Shelby County), TN – CN1503-010
The initiation of magnetic resonance imaging (MRI) services in leased space on the campus of Baptist Rehabilitation-Germantown, 2100 Exeter Road, Germantown (Shelby County), Tennessee, as part of the medical group's practice. An existing 1.5 Tesla fixed MRI unit owned and operated by Baptist Rehabilitation-Germantown will be transferred to Baptist Medical Group as part of the project. Other than the change in operation, no change in site, equipment or imaging services will change as a result of the project. The estimated project cost is \$1,262,000.00.

VIII. GENERAL COUNSEL'S REPORT

- A. The Village at Germantown Skilled Nursing Facility, Germantown (Shelby County), TN
CN1310-039A
On 1/22/14, the Agency unanimously approved the addition of twenty (20*) Medicare-certified skilled beds to its existing thirty (30) Medicare skilled bed nursing home, with an estimated project cost of \$5,641,539. A nine month extension, from March 1, 2016 to December 1, 2016, is being requested.
- B. Horizon Medical Center Emergency Department, Dickson (Dickson County), TN –
CN1202-008A
On May 23, 2012, by a 8-1 vote, the Agency approved the establishment of a satellite Emergency Department (ED) facility at Horizon Medical Center's Natchez Medical Park campus, which is located less than one-half mile south of Exit 172 on I-40 in Dickson (Dickson County), TN. The project is the fourth of a series of projects for which Horizon Medical Center has sought approval from the Agency as a part of a multi-phased master facility plan to eventually relocate its aging hospital facility. Located at 109 Natchez Park Drive, the freestanding, satellite ED will adjoin and be physically connected to the diagnostic services in the Natchez Ambulatory Care Center. A one month extension is being requested, from July 1, 2015 to August 1, 2015.
- C. Natchez Surgery Center, Dickson (Dickson County), TN – CN1002-011A
On May 26, 2010, the Agency unanimously approved the establishment of an ambulatory surgical treatment center (ASTC) with 3 operating rooms and 3 procedure rooms. Upon approval CN0801-001A was to be surrendered which is for a similar facility at this site. The intent of this application was to change the project's organizational form to permit physician ownership participation. When the 6 new surgical rooms are licensed and operational, Horizon Medical Center will cease to staff 5 of its operating and procedure rooms. The estimated project cost was \$ 13,073,892.00. A 24 month extension is being requested, from July 1, 2015 to July 1, 2017.
- D. Hemophilia Preferred Care of Memphis, Memphis (Shelby County), TN – CN1201-002A
On July 27, 2012, the Agency unanimously approved the establishment of a home care organization to provide home health services limited to serving those patients suffering from hemophilia or similar blood disorders who are also patients of the pharmacy operated by Hemophilia Preferred Care of Memphis at 852 South Cooper Street, Memphis (Shelby County), TN. The service area will be Shelby County. The estimated project cost was \$43,000.00. A six month extension is being requested, from August 1, 2015 to February 1, 2016.
- E. Macon County General Hospital, Lafayette (Macon County), TN – CN9904-030A
On July 28, 1999, the Health Facilities Commission (predecessor to the Agency) unanimously approved the initiation of mobile MRI services 1 day per week, with an estimated project cost of \$1,003,000. Macon County General Hospital seeks the removal of the limitation of 1 day per week.
- F. Contested Case Update

IX. OTHER BUSINESS

A. Request for Agency Determination by Jellico Community Hospital **WITHDRAWN**

An Agency determination has been requested with respect to whether a Certificate of Need would be required under §68-11-1607(a)(4) and Agency Rule 0720-9-.01(16) for Jellico Community Hospital to establish a designated Level 2 NICU that is staffed by a board certified pediatrician with a subspecialty certification in neonatal and perinatal medicine as chief of neonatal care service, with no neonatologist.

Agency Rule provides that an Agency determination represents a formal opinion of The Agency. Such determinations are initially analyzed and drafted by staff, and presented to the full Agency during a regularly scheduled Agency meeting. The Agency may then adopt, reject, or modify staff's recommendation.

X. ADJOURNMENT