



State of Tennessee
Health Services and Development Agency

Andrew Jackson Building, 9th Floor, 502 Deaderick Street, Nashville, TN 37243
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AGENDA

Legislative Cordell Hull State Office Building
Senate Hearing Room I
425 5th Avenue North
Nashville, TN

Wednesday, October 24, 2018
8:30 a.m. CDT

- I. CALL TO ORDER
- II. ROLL CALL – **8 present: Ridgway, Jordan, Gaither, Korth, Patric, Chinn, Harding, Scarboro.**

Mr. Alsup arrived at 8:56 a.m. after Roll Call

- III. DIRECTOR'S ANNOUNCEMENTS
- IV. APPROVAL OF AUGUST 22, 2018 MINUTES
- V. STATE HEALTH PLAN UPDATE

Update: Jeff Ockerman, Director of Health Planning, Department of Health

- VI. CONSENT CALENDAR

A. Meadowbrook Health and Rehabilitation Center, Pulaski (Giles County), TN - CN1807-031

The relocation and replacement of an existing 83-bed dually certified nursing home located at 1245 East College Street, Pulaski (Giles County), TN to an unaddressed 8.45 acre parcel on the north side of East College Street, immediately adjacent to the parcel on which the existing facility is located. The project involves no new beds and services and is not subject to the 2018-2019 Nursing Home Bed Pool. The applicant is owned by Meadowbrook Health & Rehabilitation Center, Inc., a wholly owned subsidiary of American Health Centers, Inc. of Parsons (Decatur County), TN. The estimated project cost is \$13,894,436.25.

APPROVED

**Motion: Dr. Patric
2nd- Mr. Korth
(8-0-0)**

APPROVED

Motion: Dr. Patric
2nd- Ms. Harding
(8-0-0)

B. West Cancer Center, Memphis (Shelby County),TN - CN1808-037

The initiation of PET/CT services at 1588 Union Avenue, Memphis (Shelby County), TN 38104. The West Cancer Center is currently a collaboration between Methodist Le Bonheur Healthcare (Methodist), the University of Tennessee Health Science Center (UT), and the West Clinic. The PET/CT scanner subject to this application is presently used for cancer diagnosis and treatment for West Cancer Center patients. The business relationship between the three parties will end effective January 1, 2019. The applicant plans to purchase the existing PET/CT scanner from Methodist Le Bonheur Healthcare, thereby becoming the sole owner, and continuing its use as part of the West Cancer Center. The applicant is owned by West Clinic, P.C. The estimated project cost is \$1,770,485.

VII. CERTIFICATE OF NEED APPLICATIONS

APPROVED

Motion:
Mr. Ridgway
2nd- Dr. Patric
(9-0-0)

A. Intrathecal Care Solutions, LLC dba Advanced Nursing Solutions, Nashville (Davidson County),TN - CN1804-019

The establishment of a home care organization limited to intrathecal and immunological infusion nursing services. The applicant has common ownership with Advanced Infusion Solutions (AIS), located in Mississippi, which compounds specialty pharmaceuticals and ships those drugs to Tennessee patients with implanted intrathecal infusion pumps. The principal office will be located at 555 Marriott Drive, Suite 315 Office #347, Nashville (Davidson County), TN 37214 and the facility will service 94 of 95 counties (excluding Stewart County). The applicant is owned by Advanced Vascular Solutions which is owned by Advanced Infusion Solutions Acquisitions, LLC. The estimated project cost is \$48,936.

*Mr. Ridgway
and
Ms. Harding
Recused*

APPROVED

Motion:
Mr. Jordan
2nd- Mr. Chinn
(7-0-0)

B. Cumberland Behavioral Health, Nashville (Davidson County),TN – CN1806-022

The establishment of a 76-bed mental health hospital at 300 Great Circle Road, Nashville (Davidson County), TN. The hospital will contain 40 adult inpatient psychiatric beds and 36 geriatric inpatient psychiatric beds. If approved, St. Thomas West Hospital will surrender 24 psychiatric beds and close the unit. The applicant is owned by Cumberland Behavioral Health, LLC with Saint Thomas Health holding a majority interest of 50.1% and Acadia Nashville JV Holdings, LLC holding a minority interest of 49.9%. The estimated project cost is \$32,216,800.

*Mr. Ridgway
and Mr. Korth
Recused*

APPROVED

Motion: Dr. Patric
2nd- Mr. Chinn
(6-1-0)

C. Northridge Surgery Center, Hendersonville (Sumner County), TN – CN1806-023

The relocation of an existing multi-specialty ASTC with five operating rooms located at 647 Myatt Drive in Madison (Davidson County), TN to a new replacement facility with 3 operating rooms and I procedure room to be constructed on a 1.87 acre tract of a larger 17.8 acre tract located in the Indian Lake Village re-subdivision on Saundersville Road in Hendersonville (Sumner County), TN. The applicant is owned by Northridge Surgery Center, LP. Entities and persons with 5% or more ownership in Northridge Surgery Center, LP include Saint Thomas/USP Surgery Centers II, LLC (71.34%) and Piedmont Partners, LLC (8%). The remaining 20.66% ownership

interests consists of various physicians and physician practices, with no entity having 5% or more ownership share. The estimated project cost is \$17,141,813.00.

D. Soddy Daisy Healthcare, Soddy Daisy (Hamilton County), TN – CN1806-024

APPROVED

Motion:
Ms. Jordan
2nd- Ms. Harding
(9-0-0)

The addition of 14 dually certified beds to the existing 120-bed nursing home. These beds are subject to the 125 Nursing Home Bed Pool for 2017-2018. The applicant is owned by Soddy Daisy Healthcare, LLC. The estimated project cost is \$4,205,798.01

E. The Residence at Alive Hospice Murfreesboro, Murfreesboro (Rutherford County) TN - CN1806-025

APPROVED

Motion: Dr. Patric
2nd- Ms. Jordan
(9-0-0)

The addition of 6 residential hospice beds to the existing 10 bed residential hospice facility. The residential hospice is located at 1629 Williams Drive in Murfreesboro (Rutherford County). The applicant is owned by Alive Hospice, Inc. The estimated project cost is \$536,310.

*Mr. Korth and
Mr. Ridgway
Recused*

APPROVED

Motion: Dr. Patric
2nd- Mr. Alsup
(7-0-0)

F. Meadowview ASC, LLC, Kingsport (Sullivan County) TN - CN1807-028

The establishment of a multi-specialty ASTC with 3 operating rooms (no procedure rooms) to be located at 2033 Meadowview Lane, Suite 210, Kingsport (Sullivan County), TN. The sole member of the applicant is currently Scott R. Fowler, M.D. Other physician members of Holston Medical Group, P.C. are expected to purchase ownership interests. The estimated project cost is \$9,829,321.87.

*Ms. Harding
Recused*

APPROVED

Motion: Mr. Alsup
2nd- Mr. Ridgway
(8-0-0)

G. Vanderbilt University Medical Center, Murfreesboro (Rutherford County) TN - CN1807-030

The initiation of pediatric MRI services at an unaddressed site on the east side of Garrison Drive near the intersection of Garrison Drive and West College Street, Murfreesboro (Rutherford County), TN. The applicant is owned by Vanderbilt University Medical Center. The estimated project cost is \$3,537,915.71.

*Mr. Ridgway
Recused*

**APPROVED
with Condition:
Limited to
single specialty
ophthalmic
surgery.**

Motion to Deny:
Mr. Korth
2nd- Mr. Chinn
(3-5-0) **Failed**

H. Eye Surgery Center of Lenoir City, Lenoir City (Loudon County) TN - CN1807-033

The establishment of a single specialty ophthalmic ASTC providing eye and related laser procedures in two operating rooms. The ASTC will be located at 5491 Creekwood Park Boulevard, Lenoir City (Loudon County), TN. The applicant is owned by Eye City Surgery Center of Lenoir City, LLC which currently includes only the two physician members of the affiliated practice, Eye Care Centers, PLLC b/b/a Tennessee Eye Care (TEC). The facility will be primarily practice-based for the TEC physicians who will consider extending privileges and ownership to the affiliated physicians of the Eye Surgery Center of Knoxville. The estimated project cost is \$2,183,350.

Motion to
Approve:
Dr. Patric
2nd- Ms. Jordan
(5-3-0)

*Mr. Ridgway
Recused*

**APPROVED
with Condition:
Limited to
single specialty
orthopedic
surgery.**

Motion:
Ms. Jordan

2nd- Ms. Harding
(8-0-0)

**I. Bone and Joint Institute of Tennessee Surgery Center, Franklin
(Williamson County) TN - CN 1807-035**

The establishment of a single specialty ASTC limited to orthopedic surgery by the physician employees of the Bone and Joint Institute of Tennessee. The facility will be located in a medical office building currently under construction at 3000 Edward Curd Lane, Franklin (Williamson County), TN. The proposed ASTC will consist of 8 operating rooms, two of which will be built out but not yet equipped for potential future use. . The applicant is owned by the Bone and Joint Institute of Tennessee Surgery Center, LLC which currently has one member, Williamson Medical Center. If approved, the applicant plans to convert to a multi-member LLC, of which 51% will be owned by Williamson Medical Center and up to 49% by the physician employees of the Bone and Joint Institute, which currently includes 13 physicians. The estimated project cost is \$25,644,460.

VIII. GENERAL COUNSEL REPORT

A. Contested Case Update

IX. OTHER BUSINESS

A. Executive Director Search

1. Competencies

2. Selection Committee

X. ADJOURNMENT