

AGENDA
HEALTH SERVICES AND DEVELOPMENT AGENCY

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

Wednesday, October 28, 2009
8:30 a.m. CDT

I. CALL TO ORDER

II. DIRECTOR'S ANNOUNCEMENTS

III. STATE HEALTH PLAN UPDATE

- A. Update: Jeff Ockerman, Director of Health Planning, Department of Finance & Administration

IV. CERTIFICATE OF NEED APPLICATIONS

APPROVED

Motion: Ms. Weaver

2nd: Mr. Jones

8-0-1

[abstained – Dr. Handorf]

- A. RHA/Trenton MR, Inc., Three Way (Madison County), TN – CN0906-031
The relocation of four (4) ICF/MR beds previously approved by CN0810-098A from 102 Turner Loop Road, Three Way (Madison County), TN 38343 to 108 Turner Loop Road, Three Way (Madison County), TN 38343. The relocation is due to infrastructure issues at the originally approved site. The post office for the relocation of this site is in Humboldt, Tennessee. This project includes a relocation of existing ICF/MR beds currently located at the Margie and Thomas Winfrey Center, 2055 Highway 45 Bypass, Trenton, TN 38382. No additional or new beds will be added and the beds will continue to be licensed by the Tennessee Department of Mental Health and Developmental Disabilities as ICF/MR beds upon completion of the project.
\$ 1,128,780.00

APPROVED

Motion: Ms. Weaver

2nd: Mr. Jones

8-0-1

[abstained – Dr. Handorf]

- B. RHA/Trenton MR, Inc., Three Way (Madison County), TN – CN0906-032
The relocation of four (4) ICF/MR beds previously approved by CN0810-097A from 101 Turner Loop Road, Three Way (Madison County), TN 38343 to 107 Turner Loop Road, Three Way (Madison County), TN 38343. The relocation is due to infrastructure issues at the originally approved site. The post office for the relocation of this site is in Humboldt, Tennessee. This project includes a relocation of existing ICF/MR beds currently located at the Margie and Thomas Winfrey Center, 2055 Highway 45 Bypass, Trenton, TN 38382. No additional or new beds will be added and the beds will continue to be licensed by the Tennessee Department of Mental Health and Developmental Disabilities as ICF/MR beds upon completion of the project.
\$ 1,139,240.00

*Dr. Handorf & Mr. Gaither
recused*

DENIED

Motion: Mr. Lammert

2nd: Ms. Weaver

5-3-0

[nay – Morris, Bishop, Koella]

- C. Association of University Radiologists, P.C., Knoxville (Knox County), TN – CN0906-033
The establishment of an outpatient diagnostic center (ODC), the initiation of magnetic resonance imaging (MRI) services, and acquisition of a Phillips 1.0 T MRI High Field Open MRI scanner. Faculty Internal Medicine PLLC, and University Health System, Inc. will also apply for Certificates of Need to use the MRI scanner at this location.
\$ 2,717,786.00
Opposition: Mercy Health Partners; Covenant Health; East Tennessee Community Open MRI; Diagnostic Health Centers of Tennessee, L.P. d/b/a Diagnostic Health, Knoxville

*Dr. Handorf & Mr. Gaither
recused*

DENIED

Motion: Mr. Lammert

2nd: Ms. Weaver

5-3-0

[nay – Morris, Bishop, Koella]

- D. University of Tennessee Medical Center, Knoxville (Knox County), TN – CN0906-034
The initiation of magnetic resonance imaging (MRI) service at an off-campus site, and acquisition of MRI equipment leased through Association of University Radiologists (AUR) Ventures, LLC. The MRI service will operate under its hospital license on a part-time block lease basis. AUR is seeking a separate Certificate of Need relevant to this project. No inpatient beds are involved in this project. No other services will be initiated, discontinued or affected.
\$ 1,588,566.00
Opposition: Mercy Health Partners; Covenant Health; East Tennessee Community Open MRI

Dr. Handorf & Mr. Gaither
recused
DENIED
Motion: Mr. Lammert
2nd: Ms. Weaver
5-3-0
[*nay – Morris, Bishop, Koella*]

E. Faculty Internal Medicine, PLLC, Knoxville (Knox County), TN – CN0906-035
The initiation of magnetic resonance imaging (MRI) services and acquisition of MRI equipment through a limited lease of equipment to be owned by Association of University Radiologists (AUR) Ventures, LLC, and space lease and services agreement with AUR, P.C., a private physician group practice. The equipment will be located and services provided at the office of AUR, P.C. The project will not include the discontinuation or initiation of any other health care services.
\$ 116,600.00
Opposition: Mercy Health Partners; Covenant Health and Thompson Cancer Survival Center; East Tennessee Community Open MRI

DENIED
Motion: Dr. Handorf
2nd: Mr. Lammert
10-0-0

F. Bristol Home Health Services, Inc., Kingsport (Sullivan County), TN – CN0907-037
The establishment of a home health care agency and initiation of home health services in Sullivan County, Tennessee. The parent office for this agency will be located in an un-numbered suite in an office building located at 4105 Ft. Henry Drive, Kingsport (Sullivan County), TN 37633. The project will not include the discontinuation or initiation of any other new health care services and will not require the purchase of any major medical equipment.
\$ 220,054.00
Opposition: Medical Center HomeCare Services; Medical Center HomeCare Services, Kingsport; Smoky Mountain Home Health and Hospice, Inc.; Wellmont Health System; Advanced Home Care, Inc.; Gentiva Health Services; Premier Support Services, Inc. d/b/a Interim Health Care; National HealthCare Corporation d/b/a NHC HomeCare, Johnson City

DEFERRED TO THE NOVEMBER MEETING

G. East Tennessee Radiation Therapy Services, Knoxville (Knox County), TN – CN0907-039
The establishment of an ambulatory surgical treatment center (ASTC) limited to radiation therapy; the acquisition of linear accelerator and related components; and the initiation of outpatient radiation therapy services. The project does not contain any other type of major medical equipment or initiate or discontinue any other health service.
\$ 8,295,094.00
Opposition: Mercy Health Partners; Blount Memorial Hospital; Morristown Regional Cancer Center; Covenant Health; Thompson Cancer Survival Center

DENIED
Motion: Dr. Handorf
2nd: Ms. Weaver
9-0-1
[*Abstained – Lammert*]

H. Adventa Hospice, Inc. d/b/a Amedisys Hospice of Chattanooga, Chattanooga (Hamilton County), TN – CN0907-040
The addition of Coffee County to its licensed service area, and the provision of hospice services therein. Currently, the applicant's licensed service area consist of the following counties: Bledsoe, Bradley, Franklin, Grundy, Hamilton, Marion, McMinn, Meigs, Polk, Rhea, Sequatchie, Van Buren, and Warren. The applicant's principal office is 7161 Lee Highway, Suite 400, Chattanooga, TN 37421. The applicant anticipates serving Coffee County from its alternate site/branch office at 128 North Cedar Avenue, South Pittsburg (Marion County), TN 37380.
\$ 38,000.00
Opposition: TNMO Healthcare, LLC d/b/a Avalon Hospice; Hospice Compassus

V. GENERAL COUNSEL'S REPORT

Ms. Burns recused
APPROVED
Motion: Mr. Lammert
2nd: Dr. Handorf
9-0-0

A. West Tennessee Cancer Center of Hardin County, Savannah (Hardin County), TN – CN0706-048A
Request for an eighteen (18) month extension of the expiration date from December 1, 2009 to May 1, 2011 and modification to eliminate the ambulatory surgical treatment center (ASTC) licensure request as the Department of Health licensing rules no longer require an ASTC license for a radiation therapy facility, and Jackson-Madison can operate the facility as an outpatient department of the hospital. This project was approved at the September 26, 2007 meeting for the establishment of a single specialty ambulatory surgical treatment center (ASTC) limited to radiation therapy services; the initiation of linear accelerator services; and the relocation of linear accelerator equipment located at Jackson-Madison County General Hospital to a space to be built by (and adjacent to) Hardin Medical Center. The project cost is \$3,880,460.00.
DEFERRED FROM THE SEPTEMBER MEETING

APPROVED

Motion: Dr. Handorf
2nd: Mr. Lammert
10-0-0

- B. Good Samaritan Society Fairfield Glade, Crossville (Cumberland County), TN – CN0806-035A
Request for a twelve (12) month extension of the expiration date from November 1, 2010 to November 1, 2011. The request is necessitated due to delays in the development and construction of the project. This project was approved on September 24, 2008 for the establishment of a new thirty (30)-bed nursing home for skilled nursing services dually certified for Medicare and Medicaid. These beds were subject to the 125 Nursing Home Bed Pool for 2007-2008. The project cost is \$6,228,253.00.

APPROVED

Motion: Dr. Handorf
2nd: Mr. Atchley
10-0-0

1 year

- C. Medical Center of Manchester, Manchester (Coffee County), TN – CN0607-049A
Request for an extension of the expiration date from December 1, 2009 to February 1, 2010. This project was approved on October 25, 2006 for the acquisition of a fixed site Phillips Intera 1.5T HiSpeed magnetic resonance imaging (MRI) scanner and the initiation of services on a full-time basis. The MRI service will be moved from the hospital (as approved in CN0210-095AM) to leased space across the street in the hospital's annex building in approximately 1,680 square feet with a project cost of \$2,407,813.00.

Dr. Handorf recused

APPROVED

Motion: Ms. Weaver
2nd: Mr. Jones
9-0-0

- D. No Place Like Home, Inc. (Collierville, Shelby County) – CN0412-112A
Request to remove condition from Certificate of Need limiting services to pediatric patients or patients once served as pediatric patients age twenty-one (21) years and under. This project was approved on April 27, 2005 for the establishment of a home care organization providing home health services in Shelby, Fayette, and Tipton counties, with the aforementioned condition. The expiration date was July 1, 2007 and the project cost was \$111,000.00. The project was implemented on June 30, 2005 with a final project cost of \$188,436.00.

E. Contested Cases

VI. OTHER BUSINESS

A. Jamestown Regional Medical Center -- Obstetric services

VII. MINUTES

VIII. ADJOURNMENT