



I. February 2016—Tennessee Certificate of Need Meeting

At the February meeting of the Tennessee Health Services and Development Agency, Elizabeth Jones announced that the Standards for Neonatal Intensive Care Unit Services have been finalized and the Standards for Psychiatric Inpatient Services are out for comment. Additionally, a March 15, 2016, hearing to discuss Standards for Free-Standing Emergency Departments was announced, with a draft to be distributed for review and comment thereafter.

The agency approved the following applications during the February meeting.

A. Consent Agenda

- 1. Diagnostic Radiology Consultants, P.A., Chattanooga (Hamilton County), TN - CN151-058:** The relocation of MRI service from 1949 Gunbarrel Road to leased space at 1604 Gunbarrel Road and establishment of an outpatient diagnostic center and replacement of existing 1.5 Tesla MRI unit with a 3.0 Tesla unit. The estimated project cost is \$5,639,646.
- 2. Baptist Memorial Hospital, Memphis, (Shelby County), TN - CN1512-066:** Renovation and upgrade of equipment of the cardiac catheterization lab area located at 6019 Walnut Grove Road. The estimated project cost is \$6,109,654.
- 3. Williamson Medical Center, Franklin (Williamson County), TN - CN1512-067:** Acquisition of a 1.5 Tesla MRI unit to be operated at the off-campus outpatient imaging department located at 4321 Carothers Parkway. The total estimated project cost is \$2,401,068.
- 4. Open Arms Care Corporation d/b/a Greeneville #1, Greeneville (Greene County), TN - CN1511-050:** The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities at a currently unaddressed site on a 2.72-acre lot on the east side of Chuckey Pike. The estimated project cost is \$1,370,000.
- 5. Open Arms Care Corporation d/b/a Hamilton County #2, Georgetown (Hamilton County), TN - CN1511-051:** The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities at a currently unaddressed site on a 1.5-acre lot near the intersection of Gamble Road and Tennessee Highway 58. The estimated project cost is \$1,370,000.
- 6. Open Arms Care Corporation d/b/a Greeneville #3, Greeneville (Greene County), TN - CN1511-052:** The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities at a currently unaddressed site on a 1.37-acre lot on the east



quadrant of a 2.74-acre parcel on East Church Street. The estimated project cost is \$1,370,000.

7. Open Arms Care Corporation d/b/a Hamilton County #1, Georgetown (Hamilton County), TN - CN1511-053: The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities at a currently unaddressed site on a 1.5-acre site near the intersection of Gamble Road and Tennessee Highway 58. The estimated project cost is \$1,370,000.

8. Open Arms Care Corporation d/b/a Greeneville #2, Greeneville (Greene County), TN - CN1511-054: The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities at a currently unaddressed site on a 1.37-acre lot on the west quadrant of a 2.74-acre parcel on East Church Street. The estimated project cost is \$1,370,000.

9. Sunrise Community of Tennessee, Chuckey (Greene County), TN - CN1511-055: The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities at a site on Quaker Knob Road. The estimated project cost is \$965,868.

B. Certificate of Need Review

1. West Tennessee Rehabilitation Center, Jackson (Madison County), TN - CN1510-044: Establishment of a 48-bed rehabilitation hospital to be constructed on a 5.58-acre site adjacent to the main hospital campus of Jackson-Madison County General Hospital. The applicant is jointly owned by Jackson-Madison County Government Health District and HealthSouth Corporation. Upon completion, Jackson-Madison County General Hospital will delicense its 48 inpatient-rehabilitation beds. The estimated project cost is \$28,276,777.

2. Humphreys County Nursing Home, Waverly (Humphreys County) TN - CN1511-049: Relocation of a 66-bed dually certified nonprofit nursing home and the addition of 25 beds from the 2015-2016 Nursing Home Bed Pool. The facility will be relocated to an unaddressed 15.4-acre parcel located on the east side of Fort Hill Road. As part of the project the applicant seeks approval to increase its licensed beds from 66 to 91 in a new 59,000-square-foot facility with 71 private and 10 semi-private rooms. The estimated project cost is \$14,875,239.

C. General Counsel's Report

1. Ave Maria Home, Bartlett (Shelby County), TN - CN1312-048: The project received an 18-month extension of its expiration date as well as a reduction of its project cost by approximately \$1,000,000. The project was approved on April 23, 2014, to replace 35 of



75 nursing home beds and increase the nursing home bed total by 30 beds to 105 beds. The original estimated project cost was \$7,999,960.

The agency denied the following application.

A. Certificate of Need Review

1. **Baptist Memorial Hospital, Lakeland, (Shelby County), TN - CN1508-037:** Deferred from November 2015 meeting. Establishment of a 10-room freestanding, off-campus hospital emergency department to be located at an unnamed street address near the intersection of Highway 64 and Canada Road. The estimated project cost is \$18,718,029.

The following application was deferred.

A. Certificate of Need Review

1. **Crossroads Treatment Centers, Johnson City (Washington County) TN - CN1511-048:** Establishment of a non-residential, substitution-based treatment center for opiate addiction to be located at a currently unaddressed site on Princeton Road. The estimated project cost is \$1,830,770. This application was deferred to the April meeting of the agency.

The next agency meeting will be held on March 23 at 8:30 a.m.

II. Certificate of Need Program Report—Filings Since February 2016 Meeting

A. Letters of Intent

1. **Erlanger Behavioral Health, Chattanooga (Hamilton County), TN - CN1603-000:** The construction of a new 88-bed inpatient psychiatric hospital and the transfer of 12 geriatric psychiatric beds from Erlanger North Hospital. The estimated project cost is \$25,112,600. This letter of intent is void.
2. **Middle Tennessee Imaging, LLC d/b/a Premier Radiology, Clarksville (Montgomery County), TN - CN1603-000:** The establishment of an outpatient diagnostic center and the renovation of 1,072 square feet of medical office space to house a fixed MRI. The estimated project cost is \$941,648. This letter of intent is void.

B. Applications for Certificate of Need



1. **Focus Clinical Services, Springfield (Robertson County), TN - CN1601-001:** Establishment of a non-residential substitution-based opioid treatment center. The estimated project cost is \$312,000.
2. **Prestige Home Care/Angelic Visits, LLC, Memphis (Shelby County), TN - CN1602-007:** Establishment of a home healthcare agency in Shelby and Tipton counties. The estimated project cost is unknown.
3. **Blount Memorial Hospital, Maryville (Blount County), TN - CN 1603-011:** The establishment of a freestanding emergency department of Blount Memorial Hospital. The estimated project cost is \$7,869,644.

III. Projects Deemed Complete for Review at March 2016 Meeting

A. Consent Agenda

1. **D&S Residential Services, LP, Greeneville (Greene County), TN - CN1512-059:** The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities at 1010 Old Stage Road, Greeneville (Greene County), Tennessee 37745. The estimated project cost is \$1,015,451.
2. **D&S Residential Services, LP, Afton (Greene County), TN - CN1512-060:** The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities at 2609 Erwin Highway, Afton (Greene County), Tennessee 37616. The estimated project cost is \$874,858.
3. **D&S Residential Services, LP, Afton (Greene County), TN - CN1512-061:** The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities at 2619 Erwin Highway, Afton (Greene County), Tennessee 37616. The estimated project cost is \$874,858.
4. **Open Arms Corporation d/b/a Knox County #1 Bishops Bridge (Northeast), Knoxville (Knox County), TN - CN1512-062:** The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities on an unaddressed lot of approximately 0.25 acres, in the northeast quadrant of a parcel of land currently addressed as 1817 Bishops Bridge Road in Knoxville (Knox County), Tennessee 37922. The estimated project cost is \$1,370,000.
5. **Open Arms Corporation d/b/a Knox County #2 Bishops Bridge (Northwest), Knoxville (Knox County), TN - CN1512-063:** The establishment of a four-bed ICF/IID



home for individuals with intellectual disabilities on an unaddressed lot of approximately 0.25 acres, in the northwest quadrant of a parcel of land currently addressed as 1817 Bishops Bridge Road in Knoxville (Knox County), Tennessee 37922. The estimated project cost is \$1,370,000.

6. Open Arms Care Corporation d/b/a Knox County #4 South Northshore Drive (Northwest), Knoxville (Knox County), TN - CN1512-064: The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities on a 0.95-acre lot on the northwest half of a 1.91-acre parcel currently addressed as 12629 South Northshore Drive in Knoxville (Knox County), Tennessee, 37922. The estimated project cost is \$1,370,000.

7. Open Arms Care Corporation d/b/a Knox County #3 South Northshore Drive (Southeast), Knoxville (Knox County), TN - CN1512-065: The establishment of a four-bed ICF/IID home for individuals with intellectual disabilities on a 0.95-acre lot on the southeast half of a 1.91-acre parcel currently addressed as 12629 South Northshore Drive in Knoxville (Knox County), Tennessee 37922. The estimated project cost is \$1,370,000.

B. Certificate of Need Review

1. Alere Women's and Children's Health, Memphis (Shelby County), TN - CN1512-056: The addition of 16 counties to existing seven-county licensed service area. The proposed additional counties include the following: Benton, Carroll, Chester, Crockett, Decatur, Dyer, Gibson, Hardin, Henderson, Henry, Lake, McNairy, Obion, Perry, Wayne, and Weakley Counties. The project will not change the parent office of the applicant in Memphis, Tennessee, nor will it change the provision of services exclusively limited to the care of high-risk obstetrical patients with antepartum and postpartum needs. The estimated project cost is \$79,000.

2. Alere Women's and Children's Health, Chattanooga (Hamilton County), TN - CN1512-057: The addition of 23 counties to existing 13-county licensed service area. The proposed additional counties include the following: Anderson, Blount, Campbell, Carter, Claiborne, Cocke, Grainger, Greene, Hamblen, Hancock, Hawkins, Jefferson, Johnson, Knox, Loudon, Morgan, Roane, Scott, Sevier, Sullivan, Unicoi, Union, and Washington Counties. The project will not change the parent office of the applicant in Chattanooga, Tennessee, nor will it change the provision of services exclusively limited to the care of high-risk obstetrical patients with antepartum and postpartum needs. The estimated project cost is \$80,600.



IV. Projects Deemed Complete for Review at April 2016 Meeting

A. Consent Agenda

1. **Michael Dunn Center, Rockwood (Roane County), TN - CN1602-006:** Establishment of a four-bed ICF/IID home to facilitate the relocation of four individuals exiting Greene Valley Developmental Center. The estimated project cost is \$1,582,504.
2. **Vanderbilt University Medical Center, Nashville (Davidson County), TN - CN 1602-010:** Relocation and renovation of clinical research center on the main campus. The estimated project cost is \$10,555,410.

B. Certificate of Need Review

1. **Crossroads Treatment Centers, Johnson City (Washington County) TN - CN1511-048:** Establishment of a non-residential, substitution-based treatment center for opiate addiction to be located at an address to be assigned on Princeton Road. The estimated project cost is \$1,830,770. This application was deferred to the April meeting of the agency in February.
2. **Children's Hospital at Erlanger and Erlanger East Hospital, Chattanooga (Hamilton County), TN - CN1601-002:** Initiation of 10-bed NICU and transfer of 10 medical surgical beds from Erlanger Medical Center to Erlanger East and to reclassify NICU beds. The estimated project cost is \$7,021,555.
3. **NHC HealthCare Kingsport, LLC, Kingsport (Sullivan County), TN - CN1601-003:** The addition of eight Medicare-certified skilled nursing beds to existing 52-bed nursing home. The estimated project cost is \$106,800.