

**MINUTES  
STATE HEALTH FACILITIES COUNCIL  
APRIL 17 & 18, 2006  
HAWTHORN SUITES, 6905 LAKE DRIVE  
WEST DES MOINES, IOWA**

**MONDAY, APRIL 17, 2006**

**I. 1:00 PM ROLL CALL**

**MEMBERS PRESENT:** Cynthia Beauman, Chairperson, Gary Butz, Karen Hope, Sid Scott and Chuck Follett.

**STAFF PRESENT:** Barb Nervig; Heather Adams, Counsel for the State.

**II. APPROVE MINUTES OF PREVIOUS MEETING (JANUARY 17, 2006)**

A motion by Scott, seconded by Butz to approve the minutes of the January 17, 2006 meeting as written passed by voice vote.

**III. EXTENSIONS OF PREVIOUSLY APPROVED PROJECTS:**

1. Select Specialty Hospital—Quad Cities, Inc., Davenport, Scott County: Establish Freestanding 50-Bed Long Term Acute Care Hospital (LTACH) - \$10,000,000.

Staff report by Barb Nervig. A motion by Follett, seconded by Scott to Grant a six-month extension carried 5-0.

2. Iowa Jewish Senior Life Center, Des Moines, Polk County: Add 14 Nursing Facility Beds for a CCDI Unit -- \$1,758,771.

Staff report by Barb Nervig. A motion by Scott, seconded by Hope to Grant a one-year extension carried 5-0.

3. ChildServe, Johnston, Polk County: Add 20 Pediatric Skilled Nursing Beds - \$750,000.

Staff report by Barb Nervig. Ed McIntosh of Dorsey & Whitney spoke on behalf of the applicant. A motion by Butz, seconded by Scott to Grant a one-year extension carried 5-0.

**IV. PROJECT REVIEW**

1. Twin Rivers, Inc. d/b/a River Hills Village, Keokuk, Lee County: Add One Nursing Facility Bed – No Cost.

Staff report by Barb Nervig. The applicant was represented by Michael Steinkruger. The applicant answered questions posed by the Council.

No affected parties appeared at the hearing.

A motion by Scott, seconded by Hope, to Grant a Certificate of Need carried 5-0.

2. Sioux City Ambulatory Surgery Center, Sioux City, Woodbury County: Establish a Joint Venture Ambulatory Surgery Center - \$736,159.

Staff report by Barb Nervig. The applicant was represented by Ed McIntosh of Dorsey & Whitney, Jaren Johnson, Judy Conlon and Kevin L. Preston. The applicant answered questions posed by the Council.

No affected parties appeared at the hearing.

A motion by Butz, seconded by Scott, to Grant a Certificate of Need carried 5-0.

3. Covenant Medical Center, Waterloo, Black Hawk County: Establish Cardiac Catheterization Lab - \$1,569,193.

Staff report by Barb Nervig. The applicant was represented by Ed McIntosh of Dorsey & Whitney, Mary Moser, Nancy Weber, Beth Knipp, Jack Dusenbery, Shelli Panicucci, Dr. Steve Cardarmone and Mohan Brar. The applicant answered questions posed by the Council.

A motion by Scott, seconded by Hope to accept handouts in support of the proposal carried 5-0.

Dr. Pamulapati appeared as an affected party in support of the project.

Affected parties appearing in opposition to the proposal were Doug Gross of Brown, Winick, Graves, Gross, Baskerville & Schoenebaum, PLC; Rick Seidler, and Paula Geise all representing Allen Memorial Hospital and Gil Irely and K. Sundaram, M.D. of Cedar Valley Medical Specialists and Frederick Dell, active in a cardiac support group.

A motion by Follet, seconded by Butz to accept two letters and a graph into the record carried 5-0. A motion by Scott, seconded by Hope to accept letter from CVMS into the record carried 5-0.

A motion by Follett, seconded by Scott, to Grant a Certificate of Need carried 5-0.

Meeting adjourned at 7:15 PM until 8:30 AM Tuesday.

## TUESDAY, APRIL 18, 2006

### 8:30 A.M. ROLL CALL

#### IV. PROJECT REVIEW (cont.)

A motion by Hope, seconded by Follett, to hear all five LTACH applications prior to voting on them, carried 5-0.

4. Select Specialty Hospital—Eastern Iowa, Coralville, Johnson County: Develop Freestanding 44-Bed Long Term Acute Care Hospital (LTACH) - \$15,555,882.

Staff report by Barb Nervig. The applicant was represented by Ed McIntosh of Dorsey & Whitney, Jim Pomeroy and Sally A. Parnell. The applicant answered questions posed by the Council.

The other two applicants for LTACH facilities were viewed as affected parties. Additionally, Cliff Gold of Wellmark and David Stark of Iowa Health—Des Moines appeared as affected parties.

A motion by Follett, seconded by Scott, to DENY a Certificate of Need carried 5-0.

5. Regency Hospital of Iowa City, Iowa City, Johnson County: Develop Freestanding 44-Bed Long Term Acute Care Hospital (LTACH) - \$10,029,693

Staff report by Barb Nervig. The applicant was represented by Doug Fulton of Bradshaw, Fowler, Proctor & Fairgrave, PC, John Hill, David Berkey and Leslie Boney. The applicant answered questions posed by the Council.

The other two applicants for LTACH facilities were viewed as affected parties. Additionally, Cliff Gold of Wellmark and David Stark of Iowa Health—Des Moines appeared as affected parties.

A motion by Scott, seconded by Hope, to DENY a Certificate of Need carried 4-1. Follett voted no.

6. Continuing Care Hospital at St. Luke's, Cedar Rapids, Linn County: Establish 28-Bed Long Term Acute Care Hospital (LTACH) as a "Hospital within a Hospital" - \$700,000.

Staff report by Barb Nervig. The applicant was represented by Doug Gross of Brown, Winick, Graves, Gross, Baskerville & Schoenebaum, PLC, Michelle Niermann, John Sheehan, Robert Monroe and Joe Linn. The applicant answered questions posed by the Council.

The other two applicants for LTACH facilities were viewed as affected parties. Additionally, Cliff Gold of Wellmark and David Stark of Iowa Health—Des Moines appeared as affected parties.

A motion by Follett to Grant a Certificate of Need died for lack of second. A motion by Butz, seconded by Scott, to DENY a Certificate of Need carried 4-1. Follett voted no.

7. Select Specialty Hospital—Des Moines, Des Moines, Polk County: Develop Freestanding 50-Bed Long Term Acute Care Hospital (LTACH) - \$1,853,204.

Staff report by Barb Nervig. The applicant was represented by Ed McIntosh of Dorsey & Whitney, Jim Pomeroy and Sally A. Parnell. The applicant answered questions posed by the Council.

The other two applicants for LTACH facilities were viewed as affected parties. Additionally, Cliff Gold of Wellmark and David Stark of Iowa Health—Des Moines appeared as affected parties.

A motion by Hope, seconded by Scott, to DENY a Certificate of Need carried 4-1. Follett voted no.

8. Regency Hospital of Des Moines, Des Moines, Polk County: Develop Freestanding 60-Bed Long Term Acute Care Hospital (LTACH) - \$13,894,375

Staff report by Barb Nervig. The applicant was represented by Doug Fulton of Bradshaw, Fowler, Proctor & Fairgrave, PC, John Hill, David Berkey and Leslie Boney. The applicant answered questions posed by the Council.

The other two applicants for LTACH facilities were viewed as affected parties. Additionally, Cliff Gold of Wellmark and David Stark of Iowa Health—Des Moines appeared as affected parties.

A motion by Scott, seconded by Butz, to DENY a Certificate of Need carried 5-0.

The next meeting of the Council will be Tuesday, June 20, 2006; time and location to be determined.

The meeting was adjourned at 6:15 PM.