

Shelby Baptist Medical Center

January 10, 2022

RV2022-018 RECEIVED Jan 11 2022

STATE HEALTH PLANNING AND DEVELOPMENT AGENCY

117-6530010

VIA ELECTRONIC FILING

Hon. Emily Marsal
Executive Director
State Health Planning & Development Agency
100 North Union St., Suite 870
Montgomery, AL 36104
Shpda.online@shpda.alabama.gov

Re: Request for Reviewability Determination

Shelby Baptist Medical Center Brookwood Baptist Health

Dear Ms. Marsal:

The purpose of this letter is to request your determination, pursuant to Section 410-1-7-.02 of the Alabama Certificate Need Program Rules & Regulations ("Regulations"), that Shelby Baptist Medical Center is not required to obtain a Certificate of Need ("CON") from the State Health Planning and Development Agency for a renovation project to create a new, advanced 14-bed cardiovascular unit (six ICU and eight stepdown beds) on the second floor of the main hospital building. The renovation will allow the hospital to provide both intensive and stepdown care for cardiac patients within the same unit.

In the specially-designed new unit, Shelby Baptist's intensive care unit (ICU) will be integrated into the hospital's cardiovascular unit so a patient can stay with a single group of highly trained nurses throughout their hospital stay. This improvement will increase the hospital's flexibility in the treatment of cardiac patients, while allowing creation of an even more specialized patient care team.

This project will not exceed any of the CON expenditure thresholds specified in Section 410-1-2-.07 of the Regulations: of \$3,165,569 for major medical equipment, of \$1,266,226 for new annual operating costs, or of \$6,331,138 for total capital expenditures, as currently adjusted for CPI. This proposed project will not exceed the following approximate costs:

Total Renovation/Construction Cost: \$4,784,000
Total Equipment Cost: \$1,210,000

Total Incremental Annual Operating Cost: \$0

1000 First Street North I Alabaster, AL 35007 O: 205.620.8130 I F: 205.620.7943 BROOKWOODBAPTISTHEALTH.COM



Shelby Baptist Medical Center

Hon. Emily Marsal Page 2

This project will not involve the addition of inpatient beds or the conversion of one classification of beds into another classification as described in SHPDA Rule 410-1-4-.01. Additionally, this project will not result in the provision of any new institutional health services.

In accordance with SHPDA Rule 410-1-7-.02, the filing fee of \$1,000 for this Letter of Non-Reviewability has been paid via the SHPDA electronic payment portal.

Based on the above, I respectfully request your determination that Shelby Baptist Medical Center is not required to obtain a CON in order to renovate existing space within the hospital to create an advanced 14-bed (six ICU and eight stepdown beds) cardiovascular unit on the second floor of the main hospital building. I appreciate your consideration of our request.

I am available to provide additional information or answer any questions if needed.

Sincerely.

Daniel Listi

Chief Executive Officer

Shelby Baptist Medical Center

cc: Chad Helmick, ESQ.

Kevin Flynn



Shelby Baptist Medical Center

Hon. Emily Marsal

Page 3

The undersigned, being first duly sworn, hereby make oath or affirms that he is the Chief Executive Officer of Shelby Baptist Medical Center, has knowledge of the facts in this request, and to the best of his information, knowledge and belief, such facts are true and correct.

Affiant.

Daniel Listi

SUBSCRIBED AND SWORN to before me January

2022

Notary Public

My commission expires:

MUDEN M

HANNAH CAMPBELL My Commission Expires May 4, 2025

STATE HEALTH PLANNING AND DEVELOPMENT AGENCY

February 14, 2022

VIA ELECTRONIC FILING
Hon. Emily Marsal
Executive Director
State Health Planning & Development Agency
100 North Union St., Suite 870
Montgomery, AL 36104
Shpda.online@shpda.alabama.gov

Re: RV2022-018

Shelby Baptist Medical Center Brookwood Baptist Health

Dear Ms. Marsal:

I am writing in response to your January 21, 2022 letter requesting additional information related to my January 11, 2022 Reviewability Determination Request.

As stated in my January 11, 2022 request, Shelby Baptist Medical Center proposes to renovate existing space on the second floor of the main hospital to create an advanced fourteen (14) bed cardiovascular unit, which will consist of six (6) intensive care unit (ICU) beds and eight (8) stepdown beds. The proposed renovation will not involve the addition of inpatient beds to the hospital.

Per your request, please accept the following additional information:

- 1. The service area for Shelby Baptist Medical Center is Shelby County, Alabama.
- 2. Shelby Baptist Medical Center is wholly owned by Brookwood Baptist Health (BBH). BBH was created in 2015 through a joint venture of Tenet Healthcare (a publicly traded healthcare system) and Baptist Health System (BHS) of Alabama (a not-for-profit corporation). Tenet Healthcare holds 70 percent of BBH and BHS holds 30 percent. There is no physician ownership or interest in BBH.

Thank you again for the Agency's consideration of my request and for the opportunity to provide additional information.

Sincerely,

Daniel Listi

cc: Chad Helmick, ESQ.

Kevin Flynn