



COMMONWEALTH of VIRGINIA

Department of Health

PO BOX 2448
RICHMOND, VA 23218

M. Norman Oliver, MD, MA
State Health Commissioner

TTY 7-1-1 OR
1-800-828-1120

March 16, 2020

Ms. Emily W.G. Towey
Hancock, Daniel & Johnson, P.C.
4701 Cox Road, Suite 400
Glen Allen, Virginia 23060

RE: COPN No. VA-04701

**Wellmont Health System d/b/a Mountain View Regional Hospital, Norton, Virginia
Introduce medical rehabilitation services with 15 medical rehabilitation beds through
the conversion of existing licensed bed capacity at Mountain View Regional Hospital.**

Dear Ms. Towey:

In accordance with Chapter 4, Article 1.1 of Title 32.1 of the Code of Virginia of 1950 (the Code), as amended, I reviewed the application and all supporting documents submitted by Wellmont Health System d/b/a Mountain View Regional Hospital to introduce medical rehabilitation services with 15 medical rehabilitation beds through the conversion of existing licensed bed capacity at Mountain View Regional Hospital.

As required by Section 32.1-102.3B of the Code, I have considered all factors that must be taken into account in a determination of public need, and I have concluded that **conditional approval** of the request is warranted based on the following findings:

1. The project is generally consistent with the applicable criteria and standards of the State Medical Facilities Plan and the Eight Required Conditions of the Code of Virginia.
2. The proposed project appears to be financially feasible in the immediate and the long-term.
3. Approval of the proposed project will address the PD 1 calculated need of 2.5 inpatient medical rehabilitation beds, while resulting in only a marginal surplus within the health-planning district.
4. There is no known opposition to the proposed project.

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5. The proposed project is not likely to have a significant negative impact on the costs, utilization, or staffing of existing area providers.
6. Approval of the proposed project will result in a net reduction of 11 licensed beds in PD 1.

This certificate is valid for the period March 16, 2020 through March 15, 2021.
The total authorized capital cost of the project is \$4,574,000.

Please file two copies of the application for a certificate extension with the no later than 30 days before the expiration date of the certificate. Part VIII of the Virginia Medical Care Facilities Certificate of Public Need Rules and Regulations identifies the filing requirements and review procedure for certificate extension requests.

Sincerely,

A handwritten signature in blue ink that reads "M. Norman Oliver MD". The signature is fluid and cursive, with the "MD" at the end being more distinct.

M. Norman Oliver, MD, MA
State Health Commissioner

Enclosures

cc: Allyson Tysinger, Senior Assistant Attorney General, Commonwealth of Virginia
Erik Bodin, Director, Division of Certificate of Public Need
Deborah K. Waite, Operations Manager, Virginia Health Information
E. Sue Cantrell, MD, Pharm, District Director, Lenowisco Health District

COMMONWEALTH OF VIRGINIA
DEPARTMENT OF HEALTH

MEDICAL CARE FACILITIES CERTIFICATE OF PUBLIC NEED

THIS CERTIFIES THAT Wellmont Health System d/b/a Mountain View Regional Hospital is authorized to initiate the proposal as described below.

NAME OF FACILITY: Mountain View Regional Hospital

LOCATION: 310 3rd Street NE, Norton, Virginia 24273

OWNERSHIP AND CONTROL: Wellmont Health System d/b/a Mountain View Regional Hospital

SCOPE OF PROJECT: Introduce medical rehabilitation services with 15 medical rehabilitation beds through the conversion of existing licensed medical/surgical bed capacity at Mountain View Regional Hospital. Once the medical rehabilitation beds at Mountain View Regional Hospital become operational, the 11 existing medical rehabilitation beds at Norton Community Hospital will be delicensed and the Norton Community Hospital medical rehabilitation unit will close. Capital costs associated with the proposed project total \$4,574,000. The project is expected to be completed by June 13, 2021. This certificate is issued with the condition that appears on its reverse.



Pursuant to Chapter 4, Article 1:1 of Title 32.1, Sections 32.1-102.1 through 32.1-102.12 of the Code of Virginia (1950), as amended and the policies and procedures promulgated thereunder, this Medical Care Facilities Certificate of Public Need is issued contingent upon substantial and continuing progress towards implementation of the proposal within twelve (12) months from the date of issuance. A progress report shall be submitted to the State Health Commissioner within twelve (12) months from the date of issuance along with adequate assurance of completion within a reasonable time period. The Commissioner reserves the right not to renew this Certificate in the event the applicant fails to fulfill these conditions. This Certificate is non transferable and is limited to the location, ownership, control and scope of the project shown herein.

Certificate Number: VA-04701

Date of Issuance: March 16, 2020

Expiration Date: March 15, 2021


M. Norman Oliver, MD, MA, State Health Commissioner

Wellmont Health System d/b/a Mountain View Regional Hospital will provide medical rehabilitation services to all persons in need of this service, regardless of their ability to pay, and will facilitate the development and operation of primary medical care services to medically underserved persons in PD 1 in an aggregate amount equal to at least 3.1% of Mountain View Regional Hospital's gross patient revenue derived from its non-Medicare/non-Medicaid patient population for inpatient rehabilitation services. Compliance with this condition will be documented to the Division of Certificate of Public Need annually by providing audited or otherwise appropriately certified financial statements documenting compliance with the preceding requirement. Mountain View Regional Hospital will accept a revised percentage based on the regional average after such time regional charity care data valued under the provider reimbursement methodology utilized by the Centers for Medicare and Medicaid Services for reimbursement under Title XVIII of the Social Security Act, 42 U.S.C. § 1395 et seq. is available from Virginia Health Information. The value of charity care provided to individuals pursuant to this condition shall be based on the provider reimbursement methodology utilized by the Centers for Medicare and Medicaid Services for reimbursement under Title XVIII of the Social Security Act, 42 U.S.C. § 1395 et seq.



Frisby, Breana <breana.frisby@vdh.virginia.gov>

Fwd: Wellmont Health System COPN Req. No. VA-8477 - Letter Accepting Charity Care Condition

1 message

Rife, Corie <corie.rife@vdh.virginia.gov>

Mon, Feb 24, 2020 at 3:07 PM

To: Deborah Shaw <deborah.shaw@vdh.virginia.gov>, Breana Frisby <breana.frisby@vdh.virginia.gov>

----- Forwarded message -----

From: Ryan Martin <rmartin@hancockdaniel.com>

Date: Mon, Feb 24, 2020 at 3:06 PM

Subject: Wellmont Health System COPN Req. No. VA-8477 - Letter Accepting Charity Care Condition

To: Erik O. Bodin (Erik.Bodin@vdh.virginia.gov) <Erik.Bodin@vdh.virginia.gov>, Corie E. Rife

(corie.rife@vdh.virginia.gov) <corie.rife@vdh.virginia.gov>

Cc: copn@vdh.virginia.gov <copn@vdh.virginia.gov>, Emily Towey <emily.towey@hancockdaniel.com>

Dear Erik and Corie:

Please see the attached letter, in which Wellmont Health System d/b/a Mountain View Regional Hospital accepts the DCOPN's recommendation for conditional approval of COPN Request No. VA-8477. Please let us know if you have any questions.

Thank you,

Ryan

RYAN M. MARTIN

HANCOCK, DANIEL & JOHNSON, P.C.

Richmond Office | 866.967.9604

rmartin@hancockdaniel.com | vCard

<http://www.hancockdaniel.com/>

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Corie E. Rife, JD
Certificate of Public Need Analyst

2/24/2020

Commonwealth of Virginia Mail - Fwd: Wellmont Health System COPN Req. No. VA-8477 - Letter Accepting Charity Care Condition

Office of Licensure and Certification
Virginia Department of Health
(804) 367-2124

 **VA-8477 Acceptance Letter.pdf**
114K



P.O. Box 72050, Richmond, VA 23225-2050
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hancockdaniel.com

Emily W.G. Towey
Ext. 1432
Email: emilytowey@hancockdaniel.com

February 24, 2020

VIA EMAIL (*Erik.Bodin@vdh.virginia.gov*)

Erik Bodin, Director
Division of Certificate of Public Need
Office of Licensure and Certification
9960 Mayland Drive, Suite 401
Richmond, VA 23233

**Re: COPN Request No. VA-8477
Wellmont Health System d/b/a Mountain View Regional Hospital
Introduce Inpatient Medical Rehabilitation Services (15 beds)**

Dear Mr. Bodin:

Wellmont Health System d/b/a Mountain View Regional Hospital ("MVRH") is in receipt of the Division of Certificate of Public Need's ("DCOPN") Staff Report for COPN Request No. VA-8477, dated February 18, 2020, wherein the DCOPN recommended that the Commissioner approve the above-referenced project, subject to the charity care condition outlined in the staff report. On behalf of MVRH, I am writing to confirm that MVRH agrees to the recommended charity care condition of 3.1 percent and accepts the DCOPN's recommendation.

I appreciate your office's assistance with this project. If you have any questions or require additional information, please contact me at (804) 967-9604.

Sincerely,

A handwritten signature in black ink that reads 'Emily W.G. Towey'.

Emily W.G. Towey, Esq.

cc: Corie E. Rife, Analyst, DCOPN (*via email*)