



COMMONWEALTH of VIRGINIA

Department of Health
P O BOX 2448
RICHMOND, VA 23218

M. Norman Oliver, MD, MA
State Health Commissioner

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

July 24, 2020

Mr. Thomas J. Stallings
McGuire Woods, LLP
800 East Canal Street
Richmond, Virginia 23219

RE: COPN No. VA-04712

**HCA Health Services of Virginia, Inc. d/b/a Retreat Doctors' Hospital
Richmond, Virginia**

**Add 24 inpatient psychiatric beds by transferring 24 psychiatric beds from Parham
Doctors' Hospital and converting 24 medical/surgical beds at Retreat Doctors'
Hospital to psychiatric beds**

Dear Mr. Stallings:

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 HCA Health Services of Virginia, Inc. d/b/a Retreat Doctors' Hospital as Certificate of Public Need Request number VA-8496 to add 24 inpatient psychiatric beds by transferring 24 psychiatric beds from Parham Doctors' Hospital and converting 24 medical/surgical beds at Retreat Doctors' Hospital to psychiatric beds.

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 proposed project is consistent with the applicable criteria and standards of the State Medical Facilities Plan and the Eight Required Considerations of the Code of Virginia.
2. The proposed project is more favorable than the status quo.
3. The proposed project will have a neutral effect on the bed inventory in PD 15.
4. The capital cost of the proposed project is reasonable.

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5. Approval of the proposed project is not likely to have a significant negative impact on the existing providers of inpatient psychiatric services in PD 15.

This certificate is valid for the period July 24, 2020 through July 23, 2021. The total authorized capital cost of the project is \$3,629,084.

Please file two copies of the application for a certificate extension with the Department 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
Danny Avula, MD, MPH District Director, Richmond City Health District

COMMONWEALTH OF VIRGINIA
DEPARTMENT OF HEALTH
MEDICAL CARE FACILITIES CERTIFICATE OF PUBLIC NEED

THIS CERTIFIES THAT HCA Health Services of Virginia, Inc. is authorized to initiate the proposal as described below.

NAME OF FACILITY: Retreat Doctors' Hospital, a campus of Henrico Doctors' Hospital

LOCATION: 2621 Grove Avenue, Richmond, Virginia 23220

OWNERSHIP AND CONTROL: HCA Health Services of Virginia, Inc.

SCOPE OF PROJECT: Add 24 inpatient psychiatric beds by transferring 24 psychiatric beds from Parham Doctors' Hospital and converting 24 medical/surgical beds at Retreat Doctors' Hospital to psychiatric beds, for a total of 60 inpatient psychiatric beds, with no change in the total number of licensed beds (227) at Retreat Doctors' Hospital. Authorized capital costs associated with the proposed project total \$3,629,084. The project is expected to be completed 24 months after issuance of the certificate. 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-04712

Date of Issuance: July 20, 2020

Expiration Date: July 19, 2021


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

HCA Health Services of Virginia, Inc. d/b/a Retreat Doctors' Hospital will provide inpatient psychiatric services to all persons in need of this service, regardless of their ability to pay, and will provide as charity care to all indigent persons free services or rate reductions in services and facilitate inpatient psychiatric services to medically underserved persons in an aggregate amount equal to at least 3.7% of HCA Health Services of Virginia, Inc. d/b/a Retreat Doctors' Hospital's total patient services revenue derived from inpatient psychiatric services provided at Retreat Doctors' Hospital as 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. 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. HCA Health Services of Virginia, Inc. d/b/a Retreat Doctors' 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.