



## COMMONWEALTH of VIRGINIA

M. Norman Oliver, MD, MA  
State Health Commissioner

Department of Health  
P O BOX 2448  
RICHMOND, VA 23218

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

July 31, 2020

Ms. Sharon K. Honaker  
Planning Consultant  
Carilion Clinic  
213 McClanahan Street, SW, 4<sup>th</sup> Floor, Suite 400  
Roanoke, Virginia 24014

RE: **COPN No. VA-04713**  
**Carilion New River Valley Medical Center, Christiansburg, Virginia**  
**Add three general purpose operating rooms**

Dear Ms. Honaker:

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 Carilion New River Valley Medical Center (CNRV) to add three general purpose operating rooms, one of which is to be relocated from Carilion Surgery Center New River Valley, LLC d/b/a New River Valley Surgery Center (NRVSC). The total number of general purpose operating rooms at Carilion New River Valley Medical Center will increase from five to eight. The total number of general purpose operating rooms at Carilion Surgery Center New River Valley, LLC d/b/a New River Valley Surgery Center will decrease from three to two.

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. CNRV's project, as proposed, is consistent with applicable provisions of the SMFP.
2. CNRV has demonstrated an institutional need for adding three GPORs at its hospital, with one being relocated from NRVSC.
3. No compelling basis for relocating a second GPOR in connection with the project, as recommended by DCOPN in its staff report, exists.
4. A public need for CNRV's project, as proposed, exists.

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This certificate is valid for the period July 31, 2020 through July 30, 2021. The total authorized capital cost of the project is \$3,284,100.

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  
Noelle Bissell, MD, District Director, New River Health District

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

THIS CERTIFIES THAT Carilion New River Valley Medical Center is authorized to initiate the proposal as described below.

NAME OF FACILITY: Carilion New River Valley Medical Center

LOCATION: 2900 Lamb Circle, Christiansburg, Virginia 24073

OWNERSHIP AND CONTROL: Carilion New River Valley Medical Center

SCOPE OF PROJECT: Add three general purpose operating rooms, one of which is to be relocated from Carilion Surgery Center New River Valley, LLC d/b/a New River Valley Surgery Center. The total number of general purpose operating rooms at Carilion New River Valley Medical Center will increase from five to eight. The total number of general purpose operating rooms at Carilion Surgery Center New River Valley, LLC d/b/a New River Valley Surgery Center will decrease from three to two. Capital costs associated with this project total \$3,284,100. The project is expected to be completed by May 1, 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-04713

Date of Issuance: July 31, 2020

Expiration Date: July 30, 2021

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

Carilion New River Valley Medical Center will provide surgical 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 4 in an aggregate amount equal to at least 3.1% of Carilion New River Valley Medical Center's gross patient revenue derived from surgical 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. Carilion New River Valley Medical Center 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.