



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

August 31, 2020

Mr. Blake A. Seitz
Director of Strategy
Sentara Healthcare
2010 Health Campus Drive (ATTN: Administration)
Harrisonburg, Virginia 22801

RE: **COPN No. VA-04719**
Sentara RMH Medical Center, Harrisonburg, Virginia
Establish a specialized center with one MRI and one CT scanner

Dear Mr. Seitz:

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 Sentara RMH Medical Center to establish a specialized center for diagnostic imaging with one CT scanner and one MRI unit.

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 Considerations of the Code of Virginia.
2. The applicant has demonstrated an institutional need to expand CT and MRI imaging capacity at the proposed site.
3. The project is more favorable than the alternative of the status quo.
4. The capital and financing costs are reasonable.
5. The project appears to be economically feasible both in the immediate and long-term.
6. The project establishes a lower cost imaging option for residents of PD 6.

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Sentara RMH Medical Center
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This certificate is valid for the period August 31, 2020 through August 30, 2021.
The total authorized capital cost of the project is \$5,398,636.87.

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" written in a slightly larger, more distinct script at the end.

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
Laura P. Kornegay, MD, MPH, District Director, Central Shenandoah Health District

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

THIS CERTIFIES THAT Sentara RMH Medical Center is authorized to initiate the proposal as described below.

NAME OF FACILITY: Sentara Bridgewater Health Center

LOCATION: 100 Health Center Drive, Bridgewater, Virginia 22812

OWNERSHIP AND CONTROL: Sentara RMH Medical Center

SCOPE OF PROJECT: Establish a freestanding diagnostic imaging center with one CT scanner and one MRI unit. Authorized capital costs associated with this project total \$5,398,636.87. The project is expected to be completed by September 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-04719

Date of Issuance: August 31, 2020

Expiration Date: August 30, 2021


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

Sentara **RMH** Medical Center will provide CT and MRI 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 the development and operation of primary care services to medically underserved persons in an aggregate amount equal to at least 4.5% of Sentara **RMH** Medical Center's total patient services revenue derived from CT and MRI services provided at Sentara **RMH** Medical Center 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. Sentara **RMH** 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.

Sentara **RMH** Medical Center will provide CT and MRI care to individuals who are eligible for benefits under Title XVIII of the Social Security Act (42 U.S.C. § 1395 et seq.), Title XIX of the Social Security Act (42 U.S.C. § 1396 et seq.), and 10 U.S.C. § 1071 et seq. Additionally, Sentara **RMH** Medical Center will facilitate the development and operation of primary and specialty medical care services in designated medically underserved areas of the applicant's service area.