



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

November 16, 2020

Ms. Mary Anne Harkins
Associate Special Advisor to the Executive Vice President for Health Affairs
University of Virginia Medical Center
Post Office Box 800811
Charlottesville, Virginia 22908

RE: COPN No. VA-04725
University of Virginia Medical Center, Charlottesville, Virginia
Add 84 Inpatient Beds at University Hospital

Dear Ms. Harkins:

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 the Rector and Visitors of University of Virginia on Behalf of the University of Virginia Medical Center to add 50 medical/surgical beds and 34 ICU beds at University of Virginia Medical Center.

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 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 adequately demonstrated an institutional need to expand its existing inventory of medical/surgical and intensive care unit beds.
3. There is a calculated deficit of intensive care unit beds in PD 10.
4. There is no known opposition to the proposed project.
5. The project is financially feasible.

Ms. Mary Anne Harkins
COPN VA-04725
November 16, 2020
Page 2

This certificate is valid for the period November 16, 2020 through November 15, 2021.
The total authorized capital cost of the project is \$4,973,492.

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" part being more distinct.

M. Norman Oliver, MD, MA
State Health Commissioner

Enclosures

cc: Allyson Tysinger, Senior Assistant Attorney General, Commonwealth of Virginia
Ruthanne Risser, Director, Division of Acute Care
Erik Bodin, Director, Division of Certificate of Public Need
Deborah K. Waite, Operations Manager, Virginia Health Information
Denise Bonds, MD, MPH, District Director, Blue Ridge Health District

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

THIS CERTIFIES THAT the Rector and Visitors of University of Virginia on Behalf of the University of Virginia Medical Center is authorized to initiate the proposal as described below.

NAME OF FACILITY: University of Virginia Medical Center

LOCATION: 1215 Lee Street, Charlottesville, Virginia 22903

OWNERSHIP AND CONTROL: The Rector and Visitors of University of Virginia on Behalf of the University of Virginia Medical Center

SCOPE OF PROJECT: Add 50 medical/surgical beds and 34 ICU beds at University of Virginia Medical Center. The authorized capital costs associated with this project total \$4,973,492. The project is expected to be completed immediately upon approval. This certificate is issued with the conditions that appear 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-04725

Date of Issuance: November 16, 2020

Expiration Date: November 15, 2021


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

The Rector and Visitors of University of Virginia on Behalf of the University of Virginia Medical Center will provide inpatient bed services to all persons in need of these services, 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 The Rector and Visitors of University of Virginia on Behalf of the University of Virginia Medical Center's total patient services revenue derived from inpatient bed services provided at the University of Virginia 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. The Rector and Visitors of University of Virginia on Behalf of the University of Virginia 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. § 1et seq.

The Rector and Visitors of University of Virginia on Behalf of the University of Virginia Medical Center will provide inpatient bed 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 The Rector and Visitors of University of Virginia on Behalf of the University of Virginia 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.