

COMMONWEALTH of VIRGINIA

M. Norman Oliver, MD, MA State Health Commissioner Department of Health
PO BOX 2448
RICHMOND, VA 23218

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

February 15, 2021

Ms. Jamie B. Martin Williams Mullen Williams Mullen Center, 200 South 10th Street, Suite 1600 Richmond, Virginia 23219

RE: COPN No. VA-04737

Children's Hospital of the King's Daughters, Inc., Norfolk, Virginia Introduce CT Services with One Cone Beam CT Unit

Dear Ms. Martin:

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 Children's Hospital of the King's Daughters, Inc. to introduce CT services through the addition of one cone beam CT unit at CHKD Health Center at Fort Norfolk.

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 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 cone beam CT scanner is a narrowly tailored CT scanner that offers technological innovation and substantial benefit to patients with little potential of systemic effect.
- 3. The proposed project is more advantageous than the alternative of the status quo.
- 4. The capital costs are significantly less than other projects of this type.



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This certificate is valid for the period February 15, 2021 through February 14, 2022. The total authorized capital cost of the project is \$78,045.

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,

M. Norman Oliver, MD, MA State Health Commissioner

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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 Demetria Lindsay, MD, District Director, Norfolk City Health District

COMMONWEALTH OF VIRGINIA DEPARTMENT OF HEALTH

MEDICAL CARE FACILITIES CERTIFICATE OF PUBLIC NEED

THIS CERTIFIES THAT Children's Hospital of the King's Daughters, Inc. is authorized to initiate the proposal as described

NAME OF FACILITY: CHKD Health Center at Fort Norfolk

LOCATION: 301 Riverview Avenue, Suite 300, Norfolk, Virginia 23510

OWNERSHIP AND CONTROL: Children's Hospital of the King's Daughters, Inc.

SCOPE OF PROJECT: Introduce CT services through the addition of one cone beam CT unit at CHKD Health Center at Fort issued with the condition that appears on its reverse costs associated with this project total \$78,045. The project is expected to be completed by March 31, 2021. This certificate is Norfolk. CHKD Health Center at Fort Norfolk's resulting CT imaging capacity will be one cone beam CT scanner. Capital



to fulfill these conditions. This Certificate is non-transferable and is limited to the location, ownership, control and scope of the project shown 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 and continuing progress towards implementation of the proposal within twelve (12) months from the date of issuance. A progress report policies and procedures promulgated thereunder, this Medical Care Facilities Certificate of Public Need is issued contingent upon substantial 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

Certificate Number: VA-04737

Date of Issuance: February 15, 2021

Expiration Date: February 14, 2022

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

requirement. Children's Hospital of the King's Daughters, Inc. will accept a revised percentage based on the regional average services provided at CHKD Health Center at Fort Norfolk as valued under the provider reimbursement methodology utilized equal to at least 0.60% of Children's Hospital of the King's Daughters, Inc.'s total patient services revenue derived from CT reimbursement under Title XVIII of the Social Security Act, 42 U.S.C. § 1395 et seq. be based on the provider reimbursement methodology utilized by the Centers for Medicare and Medicaid Services for available from Virginia Health Information. The value of charity care provided to individuals pursuant to this condition shall Medicare and Medicaid Services for reimbursement under Title XVIII of the Social Security Act, 42 U.S.C. § 1395 et seq. is after such time regional charity care data valued under the provider reimbursement methodology utilized by the Centers for by the Centers for Medicare and Medicaid Services for reimbursement under Title XVIII of the Social Security Act, 42 U.S.C. § providing audited or otherwise appropriately certified financial statements documenting compliance with the preceding facilitate the development and operation of primary care services to medically underserved persons in an aggregate amount their ability to pay, and will provide as charity care to all indigent persons free services or rate reductions in services and Children's Hospital of the King's Daughters, Inc. will provide CT services to all persons in need of these services, regardless of Compliance with this condition will be documented to the Division of Certificate of Public Need annually by

operation of primary and specialty medical care services in designated medically underserved areas of the applicant's service U.S.C. § 1071 et seq. Additionally Children's Hospital of the King's Daughters, Inc. will facilitate the development and 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 Children's Hospital of the King's Daughters, Inc. will provide CT care to individuals who are eligible for benefits under Title