

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

November 9, 2021

Mr. Philip Brown
Director, Corporate Strategy
Strategic Planning and Business Development
Mary Washington Healthcare
2300 Fall Hill Avenue, Suite 511
Fredericksburg, Virginia 22401

RE: COPN No. VA-04759

Mary Washington Hospital, Inc., Fredericksburg, Virginia Add one fixed magnetic resonance imaging unit

Dear Mr. Brown:

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 Mary Washington Hospital, Inc. to add one fixed magnetic resonance imaging unit on the Mary Washington Hospital campus in PD 16.

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.
- 3. The project is more favorable than the alternative of the status quo.
- 4. There is no known opposition to the project.

This certificate is valid for the period November 9, 2021 through November 8, 2022. The total authorized capital cost of the project is \$5,331,787.



Mr. Philip Brown COPN No. VA-04759 November 9, 2021 Page 2

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

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 Olugbenga Obasanjo, MD, MPH, District Director, Rappahannock Health District

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

THIS CERTIFIES THAT Mary Washington Hospital, Inc. is authorized to initiate the proposal as described below.

NAME OF FACILITY: Mary Washington Hospital

LOCATION: 101 Sam Perry Boulevard, Fredericksburg, Virginia 22401

OWNERSHIP AND CONTROL: Mary Washington Hospital, Inc.

certificate is issued with the condition that appears on its reverse SCOPE OF PROJECT: Add a second fixed magnetic resonance imaging unit on the Mary Washington Hospital campus. Capital costs associated with this project total \$5,331,787. The project is expected to be completed by September 30, 2024. This



to fulfill these conditions. This Certificate is non-transferable and is limited to the location, ownership, control and scope of the project shown completion within a reasonable time period. The Commissioner reserves the right not to renew this Certificate in the event the applicant fails shall be submitted to the State Health Commissioner within twelve (12) months from the date of issuance along with adequate assurance of 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-04759

Date of Issuance: November 9, 2021

Expiration Date: November 8, 2022

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

condition). Provided, however, that charity care provided under the Mary Washington Healthcare system-wide condition shall System, as reflected in Mary Washington Healthcare's letter of March 17, 2010 (Mary Washington Healthcare system-wide reimbursement under Title XVIII of the Social Security Act, 42 U.S.C. § 1395 et seq. be valued under the provider reimbursement methodology utilized by the Centers for Medicare and Medicaid Services for This project shall be subject to the 2.4% system-wide charity care condition applicable to Mary Washington Healthcare

condition to resolve the expected discrepancy. commitment thereunder, it may petition the Commissioner for a modification to the Mary Washington Healthcare system-wide of the Social Security Act, 42 U.S.C. § 1395 et seq. or any revised percentage to materially alter the value of its charity care reimbursement methodology utilized by the Centers for Medicare and Medicaid Services for reimbursement under Title XVIII condition, to the extent Mary Washington Healthcare expects its system-wide condition as valued under the provider Information. In addition to any right to petition the Commissioner contained in the Mary Washington Healthcare system-wide reimbursement under Title XVIII of the Social Security Act, 42 U.S.C. § 1395 et seq. is available from Virginia Health data valued under the provider reimbursement methodology utilized by the Centers for Medicare and Medicaid Services for Mary Washington Hospital will accept a revised percentage based on the regional average after such time regional charity care