



COMMONWEALTH of VIRGINIA

Colin M. Greene, MD, MPH
Acting State Health Commissioner

Department of Health
P O BOX 2448
RICHMOND, VA 23218

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

February 7, 2022

Mr. Mark Duncan
Director of Government Relations
Riverside Health System
701 Town Center Drive, Suite 1000
Newport News, Virginia 23606

RE: **COPN No. VA-04781**

**Riverside Hospital, Inc., Isle of Wight County, Virginia
Establish a diagnostic imaging center through the relocation of one fixed-site
computed tomography unit and one mobile magnetic resonance imaging site**

Dear Mr. Duncan:

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 Riverside Hospital, Inc. to establish a diagnostic imaging center through the relocation of one fixed-site computed tomography unit and one mobile magnetic resonance imaging site in Isle of Wight County, Virginia.

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 capital costs are reasonable.
3. The proposed project appears economically viable in the long-term.
4. There is no known opposition to the proposed project.
5. The project is inventory neutral and is more favorable than maintaining the status quo.

Mr. Mark Duncan
COPN No. VA-04781
February 7, 2022
Page 2

This certificate is valid for the period February 7, 2022 through February 6, 2023.
The total authorized capital cost of the project is \$7,952,662.

Please file two copies of the application for a certificate extension with the Department and one copy with the regional health planning agency 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,



Colin M. Greene, MD, MPH
Acting State Health Commissioner

Enclosure

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
Nancy Welch, MD, MHA, MBA, District Director, Chesapeake Health District

COMMONWEALTH OF VIRGINIA
DEPARTMENT OF HEALTH

MEDICAL CARE FACILITIES CERTIFICATE OF PUBLIC NEED

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

NAME OF FACILITY: Riverside Regional Medical Center

LOCATION: Intersection of Route US-258, VA-32 and VA-10, Isle of Wight County, Virginia

OWNERSHIP AND CONTROL: Riverside Hospital, Inc.

SCOPE OF PROJECT: Establish a diagnostic imaging center through the relocation of one fixed-site computed tomography unit and one mobile magnetic resonance imaging site- from Riverside Diagnostic Center - Smithfield to a to-be-constructed facility in Isle of Wight County, Virginia. Capital costs associated with this project total \$7,952,662. The project is expected to be completed by August 31, 2023. 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-04781

Date of Issuance: February 7, 2022

Expiration Date: February 6, 2023

Colin M. Greene, MD, MPH, Acting State Health Commissioner

Riverside Hospital, Inc. will provide CT and MRI 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 will facilitate the development and operation of primary medical care services to medically underserved persons in PD 20 in an aggregate amount equal to at least 3.5% of Riverside Hospital, Inc.'s gross patient revenue derived from CT and MRI 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. Riverside Hospital, Inc. 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 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.

Riverside Hospital, Inc. 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 Riverside Hospital, Inc. will facilitate the development and operation of primary and specialty medical care services in designated medically underserved areas of the applicant's service area.