

COMMONWEALTH of VIRGINIA

Colin M. Greene, MD, MPH State Health Commissioner Department of Health P O BOX 2448 RICHMOND, VA 23218

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

August 22, 2022

Mr. Mark Duncan Director of Government Relations Riverside Health System 701 Town Center Drive, Suite 1000 Newport News, Virginia 23606-4286

RE: COPN No. VA-04801

Riverside Hospital, Inc., Newport News, Virginia Add one fixed MRI scanner at Riverside Regional Medical Center

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 add one fixed MRI scanner at Riverside Regional 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 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. There is no known opposition to the project.
- 3. The project is more favorable than the alternative of the status quo.
- 4. Riverside has cited an institutional specific need to expand its current MRI services.

This certificate is valid for the period August 22, 2022 through August 21, 2023. The total authorized capital cost of the project is \$4,583,647.

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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,

Colin M. Greene, MD, MPH 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, Chief Operating Officer, Virginia Health Information Natasha Dwamena, MD, MPH, FACOG, District Director, Peninsula Health District



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

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

NAME OF FACILITY: Riverside Regional Medical Center

LOCATION: 500 J. Clyde Morris Boulevard, Newport New, Virginia 23601

OWNERSHIP AND CONTROL: Riverside Hospital, Inc.

SCOPE OF PROJECT: Add one MRI unit at Riverside Regional Medical Center for a total complement of three fixed MRI units. Capital costs associated with this project total \$4,583,647. The project is expected to be completed by November 30, 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

Certificate Number: VA-04801

Date of Issuance: August 22, 2022

Expiration Date: August 21, 2023

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

individuals pursuant to this condition shall be based on the provider reimbursement methodology utilized by the Centers for methodology utilized by the Centers for Medicare and Medicaid Services for reimbursement under Title XVIII of the Social percentage based on the regional average after such time regional charity care data valued under the provider reimbursement financial statements documenting compliance with the preceding requirement. Riverside Hospital, Inc. will accept a revised documented to the Division of Certificate of Public Need annually by providing audited or otherwise appropriately certified and operation of primary medical care services to medically underserved persons in PD 21 in an aggregate amount equal to at will provide as charity care to all indigent persons free services or rate reductions in services and will facilitate the development Security Act, 42 U.S.C. § 1395 et seq. is available from Virginia Health Information. The value of charity care provided least 2.5% of Riverside Hospital, Inc.'s gross patient revenue derived from MRI services. Compliance with this condition will be Riverside Hospital, Inc. will provide MRI services to all persons in need of these services, regardless of their ability to pay, and Medicare and Medicaid Services for reimbursement under Title XVIII of the Social Security Act, 42 U.S.C. § 1395 et seq.

services in designated medically underserved areas of the applicant's service area. seq. Additionally, Riverside Hospital, Inc. will facilitate the development and operation of primary and specialty medical care 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 Riverside Hospital, Inc. will provide MRI care to individuals who are eligible for benefits under Title XVIII of the Social