



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

October 24, 2022

Mr. Thomas J. Stallings
McGuireWoods LLP
Gateway Plaza
800 East Canal Street
Richmond, Virginia 23219-3916

RE: **COPN Request No. VA-04811**
Scott's Addition ER
Richmond, Virginia
Establish a specialized center for CT imaging with one relocated and replaced CT scanner

Dear Mr. Stallings:

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 HCA Health Services of Virginia, Inc. to Establish a specialized center for CT imaging through the relocation and replacement of one CT scanner from West Creek Emergency 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 with regard to the addition of a fixed site CT service.
2. The capital costs are reasonable.
3. The proposed project appears economically viable both in the immediate and in the long-term.
4. The status quo would maintain minimal utilization of a CT scanner in an inaccessible location, so the proposed project represents a better use of existing CT resources.

5. There is no documented opposition to the proposed project.
6. Approval of the proposed project is not likely to have a significant negative impact on existing providers of CT services.

This certificate is valid for the period October 24, 2022 through October 23, 2023.
The total authorized capital cost of the project is \$17,159,645.

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
Elaine Perry, MD, MS, District Director, Richmond City Health District

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

THIS CERTIFIES THAT HCA Health Services of Virginia, Inc. is authorized to initiate the proposal as described below.

NAME OF FACILITY: Scott's Addition ER

LOCATION: 3054 North Arthur Ashe Boulevard, Richmond, VA 23230

OWNERSHIP AND CONTROL: HCA Health Services of Virginia, Inc.

SCOPE OF PROJECT: Establish a specialized center for CT imaging with one relocated and replaced CT scanner.

Capital costs associated with this project total \$17,159,645. The project is expected to be completed November 30, 2024. 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-04811

Date of Issuance: October 24, 2022

Expiration Date: October 23, 2023


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

HCA Health Services of Virginia, Inc. will provide CT services to all persons in need of this service, regardless of their ability to pay, and will facilitate the development and operation of primary medical care services to medically underserved persons in PD 15 in an aggregate amount equal to at least 1.3% of gross patient revenue derived from the CT scanner to be located at the Scott's Addition ER at 3054 North Arthur Ashe Boulevard, Richmond, VA 23230. 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. HCA Health Services of Virginia, 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.

HCA Health Services of Virginia, Inc.'s Scott's Addition ER will provide CT 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, HCA Health Services of Virginia, Inc. will facilitate the development and operation of primary and specialty medical care services in designated medically underserved areas of the facility's service area.