



# COMMONWEALTH of VIRGINIA

*Department of Health*

PO BOX 2448  
RICHMOND, VA 23218

M. Norman Oliver, MD, MA  
State Health Commissioner

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

February 15, 2021

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

**RE: COPN No. VA-04735**

**First Meridian Medical, LLC t/a MRI & CT Diagnostics, Virginia Beach, Virginia  
Establish a specialized center for MRI imaging with one MRI 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 First Meridian Medical, LLC t/a MRI & CT Diagnostics to establish a specialized center for MRI imaging with one fixed MRI scanner through the relocation and replacement of an existing fixed MRI scanner.

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 project is highly unlikely to have an adverse effect on the utilization of existing providers.
3. The proposed project is more advantageous than the alternative of the status quo.
4. The capital costs are reasonable and consistent with the projects of this type.

Mr. Thomas J. Stallings  
COPN VA-04735  
February 15, 2021  
Page 2

This certificate is valid for the period February 15, 2021 through February 14, 2022. The total authorized capital cost of the project is \$4,056,066.

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,

A handwritten signature in blue ink that reads "M. Norman Oliver MD". The signature is fluid and cursive, with the "MD" at the end being more distinct.

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  
Demetria Lindsay, MD, Acting District Director, Virginia Beach Health District

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

THIS CERTIFIES THAT First Meridian Medical, LLC t/a MRI & CT Diagnostics is authorized to initiate the proposal as described below.

NAME OF FACILITY: Lynnhaven Imaging Center

LOCATION: 596 Lynnhaven Parkway, Virginia Beach, Virginia 23452

OWNERSHIP AND CONTROL: First Meridian Medical, LLC t/a MRI & CT Diagnostics

SCOPE OF PROJECT: Establish a specialized center for MRI imaging with one fixed MRI scanner through the relocation and replacement of an existing fixed MRI scanner. Lynnhaven Imaging Center's resulting MRI imaging capacity will be one fixed MRI scanner. Capital costs associated with this project total \$4,056,066. The project is expected to be completed by March 15, 2022. 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-04735

Date of Issuance: February 15, 2020

Expiration Date: February 14, 2021

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

First Meridian Medical, LLC t/a MRI & CT Diagnostics will provide 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 facilitate the development and operation of primary care services to medically underserved persons in an aggregate amount equal to at least 5.1% of First Meridian Medical, LLC t/a MRI & CT Diagnostics' total patient services revenue derived from MRI services provided at Lynnhaven Imaging Center as 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. 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. First Meridian Medical, LLC t/a MRI & CT Diagnostics 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 to 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.

First Meridian Medical, LLC t/a MRI & CT Diagnostics will provide 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 First Meridian Medical, LLC t/a MRI & CT Diagnostics will facilitate the development and operation of primary and specialty medical care services in designated medically underserved areas of the applicant's service area.