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

May 3, 2021

Ms. Louise B. Edwards
Bon Secours Mercy Health
110 Kingsley Lane, Suite 511
Norfolk, Virginia 23505

RE: COPN No. VA-04744
Bon Secours-St. Francis Medical Center LLC and Bon Secours-Virginia HealthSource, Inc.
Introduce MRI services at the Bon Secours Chester Emergency and Imaging Center

Dear Ms. Edwards:

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 Bon Secours-St. Francis Medical Center LLC and Bon Secours-Virginia HealthSource, Inc. to introduce MRI services at Bon Secours Chester Emergency and Imaging Center through the relocation and replacement of a fixed MRI unit from Bon Secours Innsbrook Imaging 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 SMFP;

2. The proposed project is a relocation and replacement of an existing authorized MRI unit and will not add to the surplus of MRI units in PD 15;

3. The capital costs of the proposed project are reasonable.

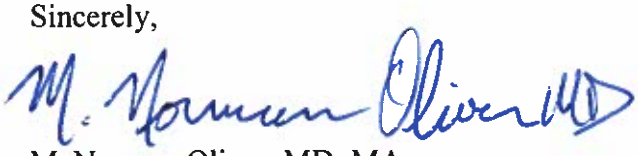
4. There does not appear to be a more reasonable alternative to the proposed project.

This certificate is valid for the period May 3, 2021 through May 2, 2022. The total authorized capital cost of the project is $3,272,544.

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
Alexander Samuel, MD, MPH, District Director, Chesterfield Health District

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

THIS CERTIFIES THAT Bon Secours – St. Francis LLC and Bon Secours-Virginia HealthSource, Inc. are authorized to initiate the proposal as described below.

NAME OF FACILITY: Bon Secours Chester Emergency and Imaging Center

LOCATION: 12021 Jefferson Davis Highway, Chester, Virginia 23831

OWNERSHIP AND CONTROL: Bon Secours – St. Francis LLC

SCOPE OF PROJECT: Introduce MRI services at Bon Secours Chester Emergency and Imaging Center through the relocation and replacement of one fixed MRI unit from Bon Secours Innsbrook Imaging Center. Bon Secours Chester Emergency and Imaging Center's resulting MRI imaging capacity will be one fixed MRI unit. Capital costs associated with this project total $3,272,544. The project is expected to be completed by June, 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-04744

Date of Issuance: May 3, 2021

Expiration Date: May 2, 2022

M. Norman Oliver MD

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

Bon Secours St. Francis Medical Center, LLC will provide MRI services to all persons in need of this service, regardless of their ability to pay, and will provide charity care consistent with the 3.0% Bon Secours St. Francis Medical Center, LLC facility-wide condition placed on the previously conditioned COPN No. VA-03713, issued on January 28, 2003. 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. Bon Secours St. Francis Medical Center, LLC will accept a revised percentage consistent with any modification to the St. Francis Medical Center, LLC facility-wide condition 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. Bon Secours St. Francis Medical Center, LLC 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 Bon Secours St. Francis Medical Center, LLC may also satisfy this condition by facilitating the development and operation of primary and specialty medical care services in designated medically underserved areas of the applicant's service area. To the extent Bon Secours St. Francis Medical Center LLC expects its ability to meet this condition 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. or any revised percentage to be impacted in material part by the expansion of Medicaid in the Commonwealth of Virginia or changes in reimbursement stemming from the response to the COVID-19 pandemic, it may petition the Commissioner for a modification to this condition.