



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

April 25, 2022

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

RE: **COPN No. VA-04788**
First Meridian Medical, LLC t/a MRI & CT Diagnostics, Chesapeake, Virginia
Add one relocated 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 expand MRI services with the addition of one fixed MRI unit.

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.

This certificate is valid for the period April 25, 2022 through April 24, 2023. The total authorized capital cost of the project is \$2,714,525.

Mr. Thomas J. Stallings
First Meridian Medical, LLC t/a MRI & CT Diagnostics
April 25, 2022
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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, 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 First Meridian Medical, LLC t/a MRI & CT Diagnostics is authorized to initiate the proposal as described below.

NAME OF FACILITY: MRI & CT Diagnostics - Chesapeake

LOCATION: 1554 River Birch Run North, Chesapeake, Virginia 23320

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

SCOPE OF PROJECT: Add a third fixed MRI unit at MRI & CT Diagnostics - Chesapeake. Capital costs associated with this project total \$2,714,525. 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 herein.

Certificate Number: VA-04788

Date of Issuance: April 25, 2022

Expiration Date: April 24, 2023

A handwritten signature in blue ink, reading "Colin M. Greene".

Colin M. Greene, MD, MPH, 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 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 2.5% of First Meridian Medical, LLC t/a MRI & CT Diagnostics' gross patient revenue derived from 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. 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 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.