

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

Ms. Louise B. Edwards Exec. Director, Planning & Development Bon Secours Mercy Health 5818A Harbour View Blvd., Suite 1A Suffolk, Virginia 23435

RE: COPN No. VA-04809

Bon Secours Mercy Health Petersburg LLC, d/b/a Bon Secours Southside Medical Center Colonial Heights, Virginia Add one CT scanner at Bon Secours - Colonial Heights Imaging Services

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 Mercy Health Petersburg LLC, d/b/a Bon Secours Southside Medical Center to add one computed tomography scanner at Bon Secours Colonial Heights Imaging Services.

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 applicant has demonstrated an institutional need to expand its CT services.
- 3. The capital costs are reasonable.
- 4. The proposed project appears economically viable in the long-term.
- 5. The project is more favorable than maintaining the status quo.

Ms. Louise B. Edwards Bon Secours Mercy Health October 24, 2022 Page 2

This certificate is valid for the period October 24, 2022 through October 23, 2023. The total authorized capital cost of the project is \$1,959,635.

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 Alton Hart, Jr., MD, MPH, District Director, Crater Health District



COMMONWEALTH OF VIRGINIA

DEPARTMENT OF HEALTH

MEDICAL CARE FACILITIES CERTIFICATE OF PUBLIC NEED

THIS CERTIFIES THAT Bon Secours Mercy Health Petersburg d/b/a Bon Secours Southside Medical Center is authorized to initiate the proposal as described below.

NAME OF FACILITY: Bon Secours Colonial Heights Imaging Services

LOCATION: 436 Clairmont Court, Suite 101, Colonial Heights, Virginia 23834

OWNERSHIP AND CONTROL: Bon Secours Mercy Health Petersburg d/b/a Bon Secours Southside Medical Center

costs associated with this project total \$1,959,635. The project is expected to be completed by October 31, 2023. This certificate SCOPE OF PROJECT: Add one computed tomography scanner at Bon Secours Colonial Heights Imaging Services. Capital 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 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 and continuing progress towards implementation of the proposal within twelve (12) months from the date of issuance. A progress report

Certificate Number: VA-04809

Date of Issuance: October 24, 2022

Expiration Date: October

October 23, 2023

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

Coli M. Heap

utilized by the Centers for Medicare and Medicaid Services for reimbursement under Title XVIII of the Social Security charity care provided individuals pursuant to this condition shall be based on the provider reimbursement methodology reimbursement methodology utilized by the Centers for Medicare and Medicaid Services for reimbursement under Title revised percentage based on the regional average after such time regional charity care data valued under the provider requirement. Bon Secours Mercy Health Petersburg LLC d/b/a Bon Secours Southside Medical Center will accept a audited or otherwise appropriately certified financial statements documenting compliance with the preceding Compliance with this condition will be documented to the Division of Certificate of Public Need annually by providing services to medically underserved persons in PD 19 in an aggregate amount equal to at least 1.3% of Bon Secours Mercy free services or rate reductions in services and will facilitate the development and operation of primary medical care persons in need of these services, regardless of their ability to pay, and will provide as charity care to all indigent persons seq. or any revised percentage to materially alter the value of its charity care commitment hereunder, it may petition the for Medicare and Medicaid Services for reimbursement under Title VII of the Social Security Act, 42 U.S.C. § 1395 et Act, 42 U.S.C. § 1395 et seq. To the extent Bon Secours Mercy Health Petersburg LLC d/b/a Bon Secours Southside Health Petersburg LLC d/b/a Bon Secours Southside Medical Center's gross patient revenue derived from CT services. Bon Secours Mercy Health Petersburg LLC d/b/a Bon Secours Southside Medical Center will provide CT services to all Commissioner for a modification to the condition to resolve the expected discrepancy. Medical Center expects this condition as valued under the provider reimbursement methodology utilized by the Centers XVIII of the Social Security Act, 42 U.S.C. § 1395 et seq. is available from Virginia Health Information. The value of

specialty medical care services in designated medically underserved areas of the applicant's service area. of the Social Security Act (42 U.S.C. § 1396 et seq.), and 10 U.S.C. § 1071 et seq. Bon Secours Mercy Health Petersburg individuals who are eligible for benefits under Title XVIII of the Social Security Act (42 U.S.C. § 1395 et seq.), Title XIX Bon Secours Mercy Health Petersburg LLC d/b/a Bon Secours Southside Medical Center will provide CT care to LLC d/b/a Bon Secours Southside Medical Center will facilitate the development and operation of primary and