

September 3, 2013

CERTIFIED MAIL #7011 1570 0002 7802 6272

Gregory Pyle, Project Manager BD Chelan I, LLC Post Office Box 2708 Issaquah, Washington 98027

Dear Mr. Pyle:

We have completed review of your July 15, 2013, request and supporting documentation submitted by BD Chelan I, LLC to replace Regency Manor to a new site in Wenatchee, within Chelan County. Enclosed is Replacement Authorization #078 for that project.

Replacement Authorization #078 is valid for two years. The project must begin during this time. If there is substantial and continuing progress, we may extend the authorization for one six month period. For an extension, you must submit an extension request at least 120 days before the expiration date. You cannot begin a project after the expiration date.

This decision may be appealed. The two appeal options are listed below.

Appeal Option 1:

You or any interested or affected person may request a public hearing to reconsider this decision. The request must state the specific reasons for reconsideration in accordance with Washington Administrative Code 246-310-560. A reconsideration request must be received within 28 calendar days from the date of the decision at one of the following addresses:

Mailing Address:
Department of Health
Certificate of Need Program
Mail Stop 47852
Olympia, WA 98504-7852

Other Than By Mail
Department of Health
Certificate of Need Program
111 Israel Road SE
Tumwater, WA 98501



Gregory Pyle, Project Manager BD Chelan I, LLC RA #078 September 3, 2013 Page 2 of 2

Appeal Option 2:

You or any affected person with standing may request an adjudicative proceeding to contest this decision within 28 calendar days from the date of this letter. The notice of appeal must be filed according to the provisions of Revised Code of Washington 34.05 and Washington Administrative Code 246-310-610. A request for an adjudicative proceeding must be received within the 28 days at one of the following addresses:

> Mailing Address: Adjudicative Service Unit Mail Stop 47879 Olympia, WA 98504-7879

Other Than By Mail Adjudicative Service Unit 111 Israel Road SE, Building 6 Tumwater, WA 98501

We monitor projects until completed or the expiration date, whichever occurs last. We do this with quarterly progress reports. At least 30 days before the report's due date, you will receive a form to complete and return. If you have any questions, please contact me at (360) 236-2955.

Sincerely,

Janis Sigman, Manager Certificate of Need Program Community Health Systems

anis & Sigman

Enclosure

Department of Social and Health Services cc:

Department of Health, Construction Review Services



In accordance with RCW 70.38 and implementing rules and regulations, issuance of this Certificate does not constitute approval under any other local, federal or state statute, implementing rules and regulations. Examples where additional approval may be necessary include, but are not limited to, construction plan approval through the Construction Review Unit of the Department of Health, facility licensing/certification through the Department of Social and Health Services or Department of Health, and other federal or local jurisdiction permits.

Replacement Authorization #078 is issued to:

Existing Licensee:

BD Chelan I, LLC

Current Facility Name:

Regency Manor

Current Facility Address:

762 North Markeson Street

Chelan, Washington 98816

Current County Location:

Chelan

Current Number of Licensed Beds:

55 licensed and zero banked

Replacement Facility Information

Replacement Facility Licensee:

BD Chelan I, LLC

Replacement Facility Name:

Regency Manor

Replacement Facility Address:

1318 Red Apple Road

Wenatchee, Washington 98801

Replacement Facility County Location:

Chelan

Replacement Facility Number of Beds:

55

Capital Expenditure of Project:

\$7,700,000

Description of Approved Project

BD Chelan I, LLC is the existing licensee of Regency Manor. Currently Regency Manor is a Medicare/Medicaid certified nursing home licensed for 55 skilled nursing beds. The facility has zero beds banked under the alternate use section of Revised Code of Washington 70.38.111(8) and Washington Administrative Code 246-310-395.

This Replacement Authorization approves the replacement of Regency Manor at a new site in Wenatchee, within Chelan County. The new facility will be known as Regency Manor and will have 55 skilled nursing beds. The new facility must also be Medicare/Medicaid certified like the facility being replaced.

BD Chelan Properties, LLC is the building owner of Regency Manor. BD Chelan Properties, LLC has been notified of the replacement project.

This Replacement Authorization is effective from <u>September 3, 2013</u>, through <u>September 3, 2015</u>, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Issued:

September 3, 2013

Janis R Sigman Janis Sigman

Manager, Certificate of Need Program

Community Health Systems

This Replacement Authorization is not transferable.