



STATE OF WASHINGTON  
DEPARTMENT OF HEALTH  
*Olympia, Washington 98504*

June 30, 2015

CERTIFIED MAIL # 7009 0080 0000 5404 2212

Trisha West, MHA, Director of Strategic Planning  
EvergreenHealth  
12040 Northeast 128<sup>th</sup> Street, MS-100  
Kirkland, Washington 98034

RE: Certificate of Need Application #15-18

Dear Ms. West:

Enclosed is Certificate of Need #1548 approving the establishment of an endoscopy ambulatory surgery center in Kirkland, within east King County.

The certificate is not approval for any other local, federal, or state statutes, rules, or regulations. Such a project may also need Department of Health approval for a construction plan and facility licensing or certification, as well as other federal or local jurisdiction permits.

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

This decision may be appealed. Any 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:  
Department of Health  
Adjudicative Service Unit  
Mail Stop 47879  
Olympia, WA 98504-7879

Physical Address  
Department of Health  
Adjudicative Clerk Office  
111 Israel Road SE  
Tumwater, WA 98501

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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 Janis Sigman, Manager of the Certificate of Need Program at (360) 236-2955.

Sincerely,

A handwritten signature in blue ink, appearing to read "Steven M. Saxe". The signature is fluid and cursive, with a large initial "S" and "M".

Steven M. Saxe, FACHE  
Director, Health Professions and Facilities

cc: Department of Health, Office of Investigations and Inspections



This Certificate is granted under the authority of RCW 70.38. 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.

**Certificate of Need #1548 is issued to:**

**Legal Name of Applicant:** King County Public Hospital District #2-EvergreenHealth  
**Address of Applicant:** 12040 Northeast 128<sup>th</sup> Street, Kirkland, Washington 98034  
**Type of Service:** Ambulatory Surgery Center  
**Facility Name:** Evergreen Endoscopy Center  
**Facility Address:** 11800 Northeast 128<sup>th</sup> Street, #100, Kirkland, Washington 98034

**ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORD AND EVALUATION DATED JUNE 22, 2015 (CN App #15-18)**

**Project Description:**

This certificate approves the establishment of a three-operating room endoscopy ambulatory surgery center in Kirkland, within King County. The surgery center currently provides gastroenterology services that can be performed appropriately in an outpatient setting, such as abdominal paracentesis, breath testing for gastrointestinal disorders, colonoscopy, endoscopic retrograde, endoscopies, ultrasound, esophageal motility, feeding tube replacement, flexible sigmoidoscopy, liver biopsy, esophageal dilation, and upper endoscopy. EvergreenHealth does not intend to expand the scope of services beyond the endoscopy procedures that can be performed appropriately in an outpatient setting.

**Service Area**

East King County and surrounding areas

**Conditions**

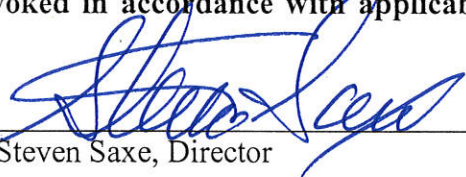
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**Approved Capital Expenditure**

The approved capital expenditure for this project is \$10,572,254, which includes acquisition of Evergreen Endoscopy Center and construction/equipment.

This Certificate authorizes commencement of the project from June 30, 2015 to June 30, 2017, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

**Date Certificate Issued:** June 30, 2015

  
Steven Saxe, Director

**This Certificate of Need is not transferable.**

## **Certificate of Need #1548**

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#### **Conditions:**

1. King County Pubic Hospital District #2-EvergreenHealth agrees with the project description as stated above. King County Pubic Hospital District #2-EvergreenHealth further agrees that any change to the project as described in the project description is a new project that requires a new Certificate of Need.
2. King County Pubic Hospital District #2-EvergreenHealth will provide to the department for review and approval a copy of the executed Asset Purchase and Sale Agreement for Evergreen Endoscopy Center.
3. The ambulatory surgery center will provide charity care in compliance with the charity care policy provided in the application, or any subsequent polices reviewed and approved by the Department of Health. King County Pubic Hospital District #2-EvergreenHealth will use reasonable efforts to provide charity care at the ambulatory surgery center in an amount comparable to or exceeding the average amount of charity care provided by the four hospitals in East King County. Currently, this amount is 1.54% for gross revenue and 2.70% for adjusted revenue. King County Pubic Hospital District #2-EvergreenHealth will maintain records at the ambulatory surgery center documenting the amount of charity care it provides and demonstrating its compliance with its charity care policies.