



STATE OF WASHINGTON
DEPARTMENT OF HEALTH
PO Box 47852•Olympia, Washington 98504-7852

June 8, 2016

CERTIFIED MAIL # 7009 0960 0000 5565 0680

Trisha West, MHA, Director
EvergreenHealth
12040 NE 128th St., MS-100
Kirkland, WA 98034

RE: Certificate of Need Application #16-20

Dear Ms. West:

Enclosed is Certificate of Need #1578 issued to King County Public Hospital District #2 – EvergreenHealth, proposing to establish an ambulatory surgery center in 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. The appeal options are listed below.

Appeal Option 1:

Any person with standing 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

Physical Address:
Department of Health
Certificate of Need Program
111 Israel Road SE
Tumwater, WA 98501

Appeal Option 2:

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 Service Unit
111 Israel Road SE
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 Janis Sigman, Manager of the Certificate of Need Program at (360) 236-2955.

Sincerely,



Bart Eggen, Acting Director
Office of Community Health Systems

Enclosure



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 #1578 is issued to:

Legal Name of Applicant: King County Public Hospital District #2 – EvergreenHealth
Address of Applicant: 12040 Northeast 128th Street
Kirkland, WA 98034
Type of Service: Ambulatory Surgery Center
Facility Name: EvergreenHealth Pain Center
Facility Address: DeYoung Pavilion – 12039 Northeast 128th Street, 4th Floor
Kirkland, WA 98034

**ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S
RECORD AND EVALUATION DATED MAY 31, 2016, (CN App #16-20).**

Project Description

This certificate approves the establishment of a three-operating room ambulatory surgery center in Kirkland, within East King County. The surgery center would serve patients ages 15 years and older who require interventional pain management surgical services that can be appropriately performed in an outpatient setting.

Service Area
East King County

Conditions
Conditions are identified on page 2

Approved Capital Expenditure
The approved capital expenditure for this project is \$6,660,347, which includes the construction, moveable equipment, and associated fees and taxes.

This Certificate authorizes commencement of the project from June 8, 2016, to June 8, 2018, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: June 8, 2016


Bart Eggen, Acting Director
Office of Community Health Systems

This Certificate is not transferable

Certificate of Need #1578

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Conditions

1. King County Public Hospital District #2 – EvergreenHealth agrees with the project description as stated above. 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. Prior to providing services at Evergreen Pain Center, King County Public Hospital District #2 – EvergreenHealth will submit an updated charity care policy that includes Evergreen Pain Center as a listed facility in the same manner as the current policy includes Evergreen Surgical Clinic Ambulatory Surgery Center to the department's Hospital Patient Data Systems for review and approval.
3. King County Public Hospital District #2 – EvergreenHealth will provide charity care at the EvergreenHealth Pain Center in compliance with the updated charity care policy as identified in condition #2. King County Public Hospital District #2 – EvergreenHealth will use reasonable efforts to provide charity care at the ambulatory surgery center in an amount consistent with the most recent three-year average of EvergreenHealth's budgeted charity care. For years 2013-2015, this amount is 0.98%. King County Public 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 policy.
4. King County Public Hospital District #2 – EvergreenHealth agrees that the EvergreenHealth Pain Center will maintain Medicare and Medicaid certification, regardless of facility ownership.