



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

January 4, 2019

CERTIFIED MAIL # 7017 3380 0000 0863 8581

Mark Dedomenico, MD
Chief Executive Officer
PRO Sports Club
4455 –148th Avenue NE
Bellevue, WA 98007

Dear Dr. Dedomenico:

RE: CN Application #18-15

Enclosed is Certificate of Need #1763 issued to Professional Recreation Organization, Inc., d/b/a PRO Sports Club to construct a three operating room ambulatory surgery center in Bellevue within east King County.

The certificate is not an 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:

Mark Dedomenico, MD Chief Executive Officer
PRO Sports Club
Certificate of Need App #18-15
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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

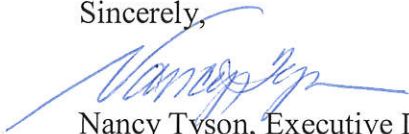
Physical Address

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,



Nancy Tyson, Executive Director
Health Facilities and Certificate of Need
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 #1763 is issued to:

Applicant's Legal Name: Professional Recreation Organization, Inc. d/b/a PRO Sports Club
Applicant's Address: 4455 148th Avenue NE, Bellevue, WA 98007
Facility Type Ambulatory Surgical Facility
Project Type Ambulatory Surgical Facility
Facility Name: PRO Sports Club
Facility Address: 4455 148th Avenue NE, Bellevue, WA 98007

ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORD AND EVALUATION DATED JANUARY 2, 2019 (CN APP # 18-15)

Project Description

This certificate approves the construction of a three operating room ambulatory surgery center in Bellevue, within East King County. The surgery center will serve patients ages 10 and older who are appropriate candidates for outpatient surgery. Services provided will include ENT, general surgery such as digestive; gynecology; orthopedic; pain management; plastic surgery; podiatry; respiratory such as minimally invasive thoracic procedures; vascular surgery and vascular access, and urology.

Type of Operating Room	Number
General operating	3
Procedure	0
Total	3

Service Area

East King County

Conditions

The conditions are identified on page 2 of this certificate

Approved Capital Expenditure

The capital expenditure associated with this project is \$10,083,138.

This Certificate authorizes commencement of the project from January 4, 2019 to January 4, 2021 unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: January 4, 2019

Nancy Tyson, Executive Director
Health Facilities and Certificate of Need
Washington State Department of Health

This Certificate is not transferable

Certificate of Need #1763

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Conditions

1. Professional Recreation Organization, Inc., d/b/a PRO Sports Club agrees with the project description as stated above. Professional Recreation Organization, Inc., d/b/a PRO Sports Club 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. Professional Recreation Organization, Inc., d/b/a PRO Sports Club will maintain Medicare and Medicaid certification, regardless of ownership.
3. Professional Recreation Organization, Inc., d/b/a PRO Sports Club will maintain licensure as an ambulatory surgical facility under WAC 246-330, regardless of ownership.
4. Prior to providing ambulatory surgery services, Professional Recreation Organization, Inc., d/b/a PRO Sports Club shall provide to the Certificate of Need Program a copy of the adopted nondiscrimination policy. The adopted policy must be consistent with the draft provided in the application.
5. Prior to providing ambulatory surgery services, Professional Recreation Organization, Inc., d/b/a PRO Sports Club shall provide to the Certificate of Need Program a copy of the adopted patient rights and responsibilities policy. The adopted policy must be consistent with the draft provided in the application.
6. Prior to providing ambulatory surgery services, Professional Recreation Organization, Inc., d/b/a PRO Sports Club shall provide to the Certificate of Need Program a copy of the adopted admission policy. The adopted policy must be consistent with the draft provided in the application.
7. Prior to providing ambulatory surgery services at Professional Recreation Organization, Inc., d/b/a PRO Sports Club shall provide to the Certificate of Need Program a copy of the adopted charity care policy and application form. The adopted policy and application form must be consistent with the draft provided in the application.
8. Professional Recreation Organization, Inc., d/b/a PRO Sports Club will provide charity care in compliance with the charity care policy reviewed and approved by the Department of Health. Professional Recreation Organization, Inc., d/b/a PRO Sports Club will use reasonable efforts to provide charity care at 1.72% for gross revenue and 4.76% for adjusted revenue as identified in the application or the regional average, whichever is greater. Professional Recreation Organization, Inc., d/b/a PRO Sports Club will maintain records of the charity care amount provided by documenting the amount of charity care it provides and demonstrating compliance with Professional Recreation Organization, Inc., d/b/a PRO Sports Club charity care policy.

9. Percutaneous Coronary Interventions (PCI) as defined in WAC 246-310-705 will not be performed at Professional Recreation Organization, Inc., d/b/a PRO Sports Club ASF.
10. Professional Recreation Organization, Inc., d/b/a PRO Sports Club will not advertise or promote its ASF in a way that would lead the public and medical community to reasonably conclude that access to the ASF is limited to Pro Sports members only.