



STATE OF WASHINGTON
DEPARTMENT OF HEALTH

April 24, 2012

CERTIFIED MAIL # 7011 1570 0002 7802 6074

Barry Tanner, President & CEO
Physicians Endoscopy
1456 Ferry Road, Suite 305
Doylestown, Pennsylvania 18901

RE: CN11-16 EEC-Bellevue

Dear Mr. Tanner:

Enclosed is Certificate of Need #1469 issued to Eastside Endoscopy Center, LLC approving the establishment a new three-operating room endoscopy ambulatory surgery center in Bellevue, Washington.

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 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 Clerk Office
111 Israel Road SE, Building 6
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 question, please contact Janis Sigman, Manager of the Certificate of Need Program at (360) 236-2955.

Sincerely,

A handwritten signature in black ink, appearing to read "S. M. Saxe".

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

Enclosure

cc: Linda Foss, Department of Health, Investigations and Inspections Office
Karen Stricklett, Customer Service Office



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 #1469 is issued to:

Legal Name of Applicant: Eastside Endoscopy Center, LLC
Address of Applicant: 1135 - 116th Avenue Northeast, #570
Bellevue Washington 98004
Type of Service: Ambulatory Surgery Center
Facility Name: Eastside Endoscopy Center-Bellevue
Facility Address: 1135 - 116th Avenue Northeast, #570
Bellevue Washington 98004

**ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORD
AND EVALUATION DATED APRIL 10, 2012 (App #11-15)**

Project Description:

This application approves the establishment of a three-operating room endoscopy ambulatory surgery center at 1135—116th Avenue Northeast, #570 in the city of Bellevue within the east King County planning area. Eastside Endoscopy Center (EEC) currently provides endoscopic and related gastroenterology (GI) services at its existing ambulatory surgery center in Bellevue known as (EEC-Bellevue). Approval of this application is not changing any of its ownership or existing services or practices.

Service Area
East King County

Conditions

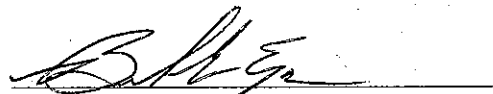
The five conditions are identified on page 2 of this Certificate

Approved Capital Expenditure

There is no capital expenditure associated with this project.

This Certificate authorizes commencement of the project from April 24, 2012, to April 24, 2014, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: April 24, 2012


for Steven Saxe
Director, Health Professions and Facilities

This Certificate is not transferable.

CN #1469 Conditions

1. Eastside Endoscopy Center LLC agrees with the project description as described above.
2. Prior to commencement of the project, Eastside Endoscopy Center, LLC—EEC-Bellevue must provide for the Department's review and approval an adopted Scope of Care policy. The adopted policy must be consistent with the draft provided in the application.
3. Prior to commencement of the project, Eastside Endoscopy Center, LLC—EEC-Bellevue must provide for the Department's review and approval a revised, adopted Charity Care Policy that includes a process for patients to qualify for charity care prior to the services being received.
4. Eastside Endoscopy Center, LLC—EEC-Bellevue will provide charity care in compliance with the revised charity care policy as approved from #3 above. Eastside Endoscopy Center, LLC—EEC-Bellevue will use reasonable efforts to provide charity care in an amount comparable to the average amount of charity care provided by the hospitals located in King County during the three most recent years. For historical years 2007-2009, this amount is 1.42% of gross revenue. Eastside Endoscopy Center, LLC—EEC Issaquah will maintain records documenting the amount of charity care it provides and demonstrating its compliance with its charity care policies.
5. Eastside Endoscopy Center, LLC—EEC-Bellevue is limited to providing endoscopic and gastroenterology services as described within the application and relied upon by the department in this evaluation.