

October 1, 2012

CERTIFIED MAIL #7011 1570 0002 7808 7259

Cindy Cross, Senior Director Legal Services Life Care Centers of America 3001 Keith Street Northwest Post Office Box 3480 Cleveland, Tennessee 37320

Dear Ms. Cross:

We have completed review of your September 7, 2012, request submitted by Gig Harbor Operations, LLC to renovate Cottesmore of Life Care at its existing site in Gig Harbor, within Pierce County. Enclosed is Renovation Authorization (RA) #076 for that project.

Renovation Authorization #076 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

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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:
Department of Health
Adjudicative Service Unit
Mail Stop 47879
Olympia, WA 98504-7879

Other Than By Mail
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 me at (360) 236-2955.

Sincerely,

Janis Sigman, Manager

Certificate of Need Program

Office of Certification and Technical Support

Enclosure

cc:

Department of Social and Health Services

Department of Health, Construction Review Services

CRS #60306297



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.

Renovation Authorization #076 is issued to:

Existing Licensee: Gig Harbor Operations, LLC Current Facility Name: Cottesmore of Life Care

Current Facility Address: 2909 – 14th Avenue Northwest

Gig Harbor, Washington 98335

Current County Location: Pierce

Current Number of Licensed Beds: 108 licensed and zero banked

Renovated Facility Information

Renovated Facility Licensee: Gig Harbor Operations, LLC

Renovated Facility Name: Cottesmore of Life Care

Renovated Facility Address: 2909 – 14th Avenue Northwest Gig Harbor, Washington 98335

Renovated Facility County Location:

Pierce

Renovated Facility Number of Beds:

108 licensed and zero banked

Capital Expenditure of Project:

\$8,000,000

Description of Approved Project

Gig Harbor Operations, LLC is the existing licensee of Cottesmore of Life Care located in Gig Harbor, within Pierce County. Currently Cottesmore of Life Care is licensed for 108 skilled nursing beds and 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 Renovation Authorization approves the renovation of Cottesmore of Life Care at the existing location. The renovated facility will continue to be known as Cottesmore of Life Care. At project completion, the maximum number of beds at the renovated facility will be 108.

Gig Harbor Medical Investors, LLC is the building owner of Cottesmore of Life Care and provided written approval of the renovation of Cottesmore of Life Care.

This Renovation Authorization is effective from October 1, 2012, through October 1, 2014, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Issued:

October 1, 2012

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Manager, Certificate of Need Program

Office of Certification and Technical Support

This Renovation Authorization is not transferable.