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By Randall Huyck at 2:22 pm, Mar 28, 2022

Ambulatory Surgery Center/Facility Certificate of Need Determination of Reviewability Packet

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Submission Instructions:

- One electronic copy of your application, including any applicable attachments no paper copy is required.
- A check or money order for the review fee of \$1,925 payable to Department of Health.

Include copy of the signed cover sheet with the fee if you submit the application and fee separately. This allows us to connect your application to your fee. We also strongly encourage sending payment with a tracking number.

Mail or deliver the application and review fee to:

Mailing Address:	Other Than By Mail:	
Department of Health	Department of Health	
Certificate of Need Program	Certificate of Need Program	
P O Box 47852	111 Israel Road SE	
Olympia, Washington 98504-7852	Tumwater, Washington 98501	

Contact Us:

Certificate of Need Program Office 360-236-2955 or FSLCON@doh.wa.gov.

Definitions

The Certificate of Need (CN) Program will use the information you provide to determine if your project meets the applicable review criteria. These criteria are included in state law and rules. Revised Code of Washington (RCW) 70.38 and Washington Administrative Code (WAC) 246-310.

"Primary purpose" is defined as the majority of income or patient visits for the site,* inclusive of all clinical services provided at the site, are derived from the specialty or multi-specialty surgical services. Department of Health website, frequently asked questions, informed by the licensing rules definition for ambulatory surgical facility.

*The site subject to a determination of reviewability is limited to a specific, physical address where an entity under single ownership provides or will provide specialty or multispecialty surgical services. A site whose "primary purpose" is specialty or multispecialty surgical services is required to obtain a certificate of need.

"Ambulatory surgical <u>facility</u>" or "ASF" means any free-standing entity, including an ambulatory surgery center that operates primarily for the purpose of performing surgical procedures to treat patients not requiring hospitalization. This term does not include a facility in the offices of private physicians or dentists, whether for individual or group practice, if the privilege of using the facility is not extended to physicians or dentists outside the individual or group practice. <u>WAC 246-310-010(5)</u>

"Ambulatory surgical <u>center</u>" or "ASC" is also a term for a facility that provides ambulatory surgical procedures. The Centers for Medicare and Medicaid use this term for billing purposes. CN review is not required for an ambulatory surgical center unless it also fits the definition of an ambulatory surgical facility in WAC 246-310-010(5).

"Ambulatory surgical facility" or "ASF" as defined by licensing rules, and relied on by the CN Program for consistency, means any distinct entity that operates for the primary purpose of providing specialty or multispecialty outpatient surgical services in which patients are admitted to and discharged from the facility within twenty-four hours and do not require inpatient hospitalization, whether or not the facility is certified under Title XVIII of the federal Social Security Act. An ambulatory surgical facility includes one or more surgical suites that are adjacent to and within the same building as, but not in, the office of a practitioner in an individual or group practice, if the primary purpose of the one or more surgical suites is to provide specialty or multispecialty outpatient surgical services, irrespective of the types of anesthesia administered in the one or more surgical suites. An ambulatory surgical facility that is adjacent to and within the same building as the office of a practitioner in an individual or group practice may include a surgical suite that shares a reception area, restroom, waiting room, or wall with the office of the practitioner in an individual or group practice. WAC 246-330-010(5)

"Change of ownership" as defined by licensing rules, and relied on by the CN Program, is defined as (a) A sole proprietor who transfers all or part of the ambulatory surgical facility's ownership to another person or persons; (b) The addition, removal, or

substitution of a person as a general, managing, or controlling partner in an ambulatory surgical facility owned by a partnership where the tax identification number of that ownership changes; or (c) A corporation that transfers all or part of the corporate stock which represents the ambulatory surgical facility's ownership to another person where the tax identification number of that ownership changes. WAC 246-330-010(8)

"Person" means an individual, a trust or estate, a partnership, any public or private corporation (including associations, joint stock companies, and insurance companies), the state, or a political subdivision or instrumentality of the state, including a municipal corporation or a hospital district. WAC 246-310-010(42)

Instructions

General Instructions:

- Include a table of contents for sections and appendices/exhibits
- Number all pages consecutively
- Do not bind or 3-hole punch the application.
- Make the narrative information complete and to the point.
- If any sections are not large enough to contain your response, please attach additional pages as necessary. Ensure that any attached pages are clearly labeled with the applicable question or section.
- If any of the documents provided in the form are in draft format, a draft is acceptable only if it includes the following elements:
 - a. identifies all entities associated with the agreement,
 - b. outlines all roles and responsibilities of all entities,
 - c. identifies all costs associated with the agreement, and
 - d. includes all exhibits that are referenced in the agreement.
 - e. any agreements in draft form must include a document signed by both entities committing to execute the agreement as submitted following CN approval.

Do not skip any questions. If you believe a question is not applicable to your project, provide rationale as to why it is not applicable.

Certificate of Need Determination of Reviewability Ambulatory Surgical Facility and Ambulatory Surgery Center (Do not use this form for any other type of ASC/F project)

Certificate of Need submissions must include a fee in accordance with Washington Administrative Code (WAC) 246-310-990.

The Department of Health (department) will use this form to determine whether my ambulatory surgical center or facility requires a Certificate of Need under state law and rules. Criteria and consideration used to make the required determinations are Revised Code of Washington (RCW) 70.38 and Washington Administrative Code (WAC) 246-310. I certify that the statements in the submissions are correct to the best of my knowledge and belief. I understand that any misrepresentation, misleading statements, evasion, or suppression of material fact in this application may be used to take actions identified in WAC 246-310-500.

My signature authorizes the department to verify any responses provided. The department will use such information as appropriate to further program purposes. The department may disclose this information when requested by a third party to the extent allowed by law.

Owner/Operator Name of the surgical facility as it appears on the UBI/Master Business License			
Jason David Wi	right		
Clinical Practice UBI #:(603.480 - 769	Federal Tax ID (FEIN) # 47-3224127		
Surgery Center UBI #: 603 . 480 . 769			
Mailing Address	Surgery Center Address		
5908 Bedford Street Ste.C	59108 Beaford Street STE C		
Pasco, WA 99301	Pasco, WA 99301		
Website Address: WWW. COSMETICS UYGERY TRICLTIES. COM			
Phone number (10-digit):	Email Address:		
509.792.1404	Drwright@wrightsurgicalarts.com		
Name and Title of Responsible Officer	Signature of Responsible Officer:		
(Print): Jason David Wright	Signature of Responsible Officer.		
DWNER, SURGEDY	Date of Signature: 3/23/22		
Identify the purpose of your request:			
☐ New Facility	☐ Facility Expansion – Operating Room Increase		
☐ Change of Ownership	Facility Expansion – Service Increase		
☐ Facility Relocation	Other (please provide a letter describing)		

Existing Facility StatusComplete for all applications concerning existing facilities

1.	The CN Program previo		sility was not subject to CN Rev	iew
	✓ Yes	. No		
	/_ 100	books 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4		
2.	If this request is for a cl	nange in ownership prov	vide the following information:	
	Current facility's name			
	Current facility's addre			
	Current facility's licens		ASF.FS.	
	Current facility's Certif	icate of Need status	☐ Exempt DOR#	
			☐ Approved CN#	
	Anticipated change of	ownership month and y	ear	
3.	If this request is for the information:	ne relocation of an exis	sting facility, provide the follow	ving
	Current facility's addre	ess		
	Anticipated relocation	month and year		
	lity Information	equired to apply for an A	SE license before a CN	
4.	Although you are not re			
			end to, apply for a license?*	
	☐ Yes, intend to ap	oply □ facility's license #ASF.F	No 1017 . 927 . 310	
	Yes, here is the	lacility 5 licelise #ASI .1	3. WL 010 00	
	*Your answer to this qu the licensure process w		program to effectively coordinate	ate
5.	,			
J.	Number of existing o	perating and procedure	rooms: 1.	
		perating and procedure		
	Trainboi oi now o	porading and procedure	Total: 1	
	For Certificate of Need	purposes operating and	I procedure rooms are one in the	ne
	same.	L		
Clini	ical and Surgical Se	rvices		
6	Check all surgical proc	edures currently perform	ned in the facility	
	Ear, Nose, & Throat	• •	□ Oral Surgery	
	Plastic Surgery	☐ Gastroentero	~ .	
	Orthopedics	□ Podiatry	☐ General Surgery	,
	Ophthalmology	□ Pain Manage		
Z	Other (describe)			
	This is a new facility, no	o surgical procedures ar	e currently performed	

Clinical and Surgical Services

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6.

The surgical procedures currently performed in this facility are the following:

Abdominoplasty
Breast Augmentation
Breast Reduction
Brachioplasty
Labiaplasty
Liposuction
Upper Blepharoplasty
Lower Blepharoplasty
BodyTite
FaceTite
Brazilian Butt Lift

Check	< all new surgical proced	ures prop	osed to be performe	d in the	e facility
abla	Ear, Nose, & Throat	72	Gynecology	\mathbf{Z}	Oral Surgery
V	Plastic Surgery		Gastroenterology	Z	Maxillo facial
	Orthopedics		Podiatry		General Surgery
	Ophthalmology	\mathbb{Z}	Pain Management		Urology
	Other (describe)		·		* •

Primary Purpose of the Facility

- 7. The Certificate of Need Program must understand how a facility operates in order to determine the facility's primary purpose. Typically, governance documents can aid the department in this understanding. These could be in the form of operating agreements, shareholder agreements, or corporate governing documents. Provide any documentation that could aid in this understanding.
- 8. A facility that receives more than 50% of their income or 50% of their visits from surgeries is subject to CN requirements. In order to determine if your project is subject to CN review, please provide the current (existing facility) and proposed (new facility) percentages of income and visits for clinical and surgical services. Include all assumptions used to determine the percentages provided.

This site's revenue	Most recent full year of operation Year: 202	Projected first full year of operation after the proposed changes Year: 2022
Total revenue for clinical services	1,254,249,41	2,000,000.00
Total revenue for surgical services	2,536,195.00	3,300,000.00
Total revenue	3,791,044.41	5,300,000.00

This site's patient visits	Most recent full year of operation Year: 2021	Projected first full year of operation after the proposed changes Year: 2022	
Total clinical patient visits	9:060	10,000	
Total surgical patient visits	311	500	
Total patient visits	9,511	15,000	

Primary Purpose of the Facility

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7. The primary function of Wright Surgical Arts LLC. is to operate as a functional Cosmetic Surgery Center that performs standard, safe plastic surgery procedures. Due to the growth within the service area of Tri-Cities, Washington, we are seeking a review of eligibility for a Certificate of Need. The area of service is under serviced with independent surgical facilities and we are seeking to expanded our facility to allow opportunity for the surrounding demographics the access to another facility for independent surgeries; thus allowing another option for safe surgical procedures for other certified Medical Professionals.

Wright Surgical Arts LLC. received a letter of "Determination of Reviewability" in 2016 (see attached letter) stating that Wright Surgical Arts "would be exempt from Certificate of Need review." We are submitting an updated "Determination of Reviewability" with current financial and patient visit information to be in compliance with the requirements for a Certificate of Need. Wright Surgical Arts has grown in patient visits and revenue since 2016. We are currently in the pending process in the submission of becoming an Ambulatory Surgical Facility.

Certificate of Need Letter of Intention Wright Surgical Arts LLC.

The letter of intent shall include the following information:

(a) A description of the services proposed;
The services proposed would be surgical services. The goal would be to offer availability for a range surgical specialists that could help the Tri-Cities area, especially Pasco, WA. The proposed surgical services would include: Plastic Surgery, Oral surgery, Maxillo surgery, Gynecology, ENT, Pain management.

- (b) The estimated cost of the proposed project; The estimated cost would be approximately \$350,000.
- (c) An identification of the service area. The service area would be in Pasco, WA. Geographical area of Tri-cities, Washington State. Location is Eastern Washington.

Planned insurance providers:

Premera/ blue cross
Regence
Kaiser (select plans)
Aetna
First choice
Asuris
Cigna
Providence
United Healthcare

Certificate of Need Program Revised Code of Washington (RCW) and Washington Administrative Code (WAC)

Certificate of Need Program laws RCW 70.38

Certificate of Need Program rules WAC 246-310

References	Title/Topic
246-310-010	Certificate of Need Program —Definitions
246-310-270	Certificate of Need Program —Ambulatory Surgery
Interpretive Statement CN 01-18	Certificate of Need Program – Interpretation of WAC 246-310-010(5), Definition of Ambulatory Surgical Facility

Licensing Resources:

Ambulatory Surgical Facilities Laws, RCW 70.230
Ambulatory Surgical Facilities Rules, WAC 246-330
Ambulatory Surgical Facilities Program Web Page

Construction Review Services Resources:

Construction Review Services Program Web Page

Phone: (360) 236-2944 Email: <u>CRS@doh.wa.gov</u>



STATE OF WASHINGTON

DEPARTMENT OF HEALTH

Certificate of Need Program 111 Israel Road Southeast – MS 4-7852 Olympia, Washington 98504

June 10, 2016

Jason Wright, DO Wright Surgical Arts, LLC 5908 Bedford Street, #B Pasco, Washington 99301

RE: Determination of Reviewability [DOR] 16-28

Dear Dr. Wright:

The Department of Health has completed its review of your exemption request regarding the establishment of an ambulatory surgery center in Pasco, within Franklin County. Below is the information considered and the facts relied upon by the Department of Health's Certificate of Need Program in reaching its conclusion regarding your project.

INFORMATION CONSIDERED

- Ambulatory Surgery Center (ASC) exemption application received April 20, 2016
- Supplemental information received May 31, 2016
- Supplemental information received during a phone call with practice coordinator, Alisha Greenaway on June 9, 2016
- Revised Code of Washington (RCW) 70.38
- Washington Administrative Code (WAC) 246-310
- Washington Secretary of State and Department of Revenue information obtained from the respective websites
- Department of Health external provider look-up
- Department of Health Integrated Licensing and Regulatory System (ILRS)
- Certificate of Need historical files

FACTS CONSIDERED

- On February 24, 2015, Wright Surgical Arts, LLC was established as a limited liability corporation with the Washington Secretary of State's office. The corporation is governed by one member: Jason Wright. [source: Secretary of State website]
- Wright Surgical Arts, LLC has been registered with the Washington State Department of Revenue since April 1, 2015. [source: Department of Revenue website]

Jason Wright, DO Wright Surgical Arts, LLC DOR 16-28 June 10, 2016 Page 2 of 3

- Wright Surgical Arts, LLC has one practice site located 5908 Bedford Street, suite B in Pasco [99301], within Franklin County. The surgery center is located at the same address in suite D.
- The ASC will be operated under the practice corporation of Wright Surgical Arts, LLC.
- Only the sole owning physician, Jason Wright, will use the ASC. Future owners or employees
 may have access to the ASC.¹ A table with specific physician credentialing information and
 practice association is below.

Name	Credential Status	Practice Status	Percent of Time
Jason David Wright	Active	Member	100%

- The procedures proposed include those typically associated with cosmetic surgery, such as breast augmentation/reduction; liposuction; and facelifts. A listing of common procedures is included in the exemption application.
- The ASC will not be operated as a separate legal entity from the Wright Surgical Arts, LLC practice.
- No management agreement is proposed.

CONCLUSION

Based on the totality of information considered, the department concludes the proposed ASC would be exempt from Certificate of Need review. This exemption is not transferable and the conclusions reached concerning this proposed ASC are based on the facts about this facility and it should not be assumed the department would reach the same conclusion in future exemption requests for other future ASCs.

If changes are made in the operation or ownership of this proposed ASC, the ASC may no longer be eligible for this exemption. In that case, prior Certificate of Need review and approval or new exemption would be required. Examples of such changes include the following. This list is not intended to be all inclusive.

- The scope of services is expanded to include services subject to Certificate of Need review under the provisions of WAC 246-310-020.
- The provision of any procedure as identified under WAC 246-310-705(4).
- The ASC is operated under a management agreement.
- The ASC is organized as a separate legal entity from the practice.
- The ASC is moved to a different site than identified in the exemption application.
- Use of the ASC is extended to any physician who is not a member/owner or employed by Wright Surgical Arts, LLC.
- Use of the ASC is extended to any physician that is an independent contractor.
- The ASC obtains a new or separate Medicare certification from the clinical practice.

¹ Employed physicians must be employed by the Wright Surgical Arts, LLC practice a minimum of 75% and perform their full range of services through Wright Surgical Arts, LLC practice.

Jason Wright, DO Wright Surgical Arts, LLC DOR 16-28 June 10, 2016 Page 3 of 3

- The ASC ceases operations or relinquishes its Medicare certification and then chooses to resume services as an ASC.
- The ASC or the practice is purchased or leased.
- ASC patients are routinely transferred from the ASC for observation care at one of the area's hospitals.

APPEAL OPTION

This decision may be appealed. You or 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 addresses listed on the following page.

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

If you have any questions or would like to arrange for a meeting to discuss this decision, please call me at (360) 236-2955.

Sincerely,

Janis Sigman, Manager

Certificate of Need Program

Janis R. Sigman

Community Health Systems