

STATE OF WASHINGTON DEPARTMENT OF HEALTH Olympia, Washington 98504

October 18, 2022

Jessica Forsman, VP, Business Development Olympia Orthopaedic Associates, PLLC PO Box 368 Olympia, WA 98507-0368 Email: jforsman@olyortho.com

RE: Determination of Reviewability #22-29 – Department's Decision

Jessica Forsman:

The Department of Health has completed its review of the determination of reviewability request submitted by Olympia Orthopaedic Associates, PLLC. The request proposes exemption from Certificate of Need review for the expansion of procedures performed at an ambulatory surgery center (ASC) in Olympia, WA within Thurston County.

BACKGROUND AND FACTS

The following information was considered during the review process, and is recorded here for historical purposes:

- Olympia Orthopaedic Associates, PLLC is a Washington professional service corporation with the unified business identifier [UBI] 601 617 151.
- Olympia Orthopaedic Associates, PLLC is currently owned and governed by the following 17 members¹:

Gregory Byrd Clyde Carpenter Thomas Helpenstell Andrew Manista Brodie Wood Adam Graver Zachary Abbott Anthony Agtarap William Peterson Trent McKay Ryan Halpin Richard Lamour Jerome Zechmann Timothy Dumontier Douglas Taylor Bradley Christ Milan Moore

¹ Washington Secretary of State website

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- Olympia Orthopaedic Associates, PLLC will own and operate both the clinical practice and surgery center at the following location: 3909 9th Avenue SW, Olympia, WA within Thurston County.
- The use of the ASC will be limited to member or employee-physicians of Olympia Orthopaedic Associates, PLLC. Revenues or visits used to determine primary purpose have been limited to those members.
- Clinical and surgical services to be provided at Olympia Orthopaedic Associates, PLLC will be limited to orthopedics and pain management.
- The surgery center will have 2 operating rooms.²

RELEVANT CRITERIA

The department reviews requests for compliance with the following:

- Applicable sections of both <u>chapter 70.38 RCW</u> and <u>chapter 246-310 WAC</u>; and
- The Washington State Department of Health's Interpretive Statement CN 01-18³

THE PRIMARY PURPOSE OF THE FACILITY

- The anticipated revenue from surgical services provided at the surgery center will be approximately 0.0% of the total revenue generated by the facility.⁴
- The anticipated patient visits for surgical services provided at the surgery center will be approximately 17.0% of the total patient visits to the facility.

CONCLUSION

Based on the totality of information in the request for determination of reviewability and resulting research, the department concludes that the operation of Olympia Orthopaedic Associates, PLLC, to be located at 3909 9th Avenue SW, Olympia, WA, within Thurston County **does not** require a Certificate of Need at this time.

CHANGES THAT MAY AFFECT THIS DECISION

A facility can make changes that may impact the primary purpose of the facility, such as if the revenues or patient visits related to surgical services begin to regularly exceed half of the facility's operations. Changes, including but not limited to the following, will likely either prompt Certificate of Need review or necessitate a new determination of reviewability:

- A change of ownership;
- Operational changes;
- Expansion of services;

² For certificate of need purposes, operating and procedure rooms are both defined as operating rooms.

³ Approved by the Washington State Secretary of Health, John Wiesman, DrPH, MPH, effective January 19, 2018

⁴ "Surgical revenue for this facility is \$0 because no surgical facility fees will be billed or received by Olympia Orthopaedic Associates for the services provided at the facility." [second screening responses p1].

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- The addition of operating rooms;
- A change in location; or
- If the physicians or the use of the facility changes which results in different total revenues or visits.

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 chapter 34.05 RCW and WAC 246-310-610. A request for an adjudicative proceeding must be received within the 28 days at one of the following addresses.

<u>Mailing Address:</u> Department of Health Adjudicative Service Unit Mail Stop 47879 Olympia, WA 98504-7879 <u>Physical Address</u> 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 determination, please call (360) 236-2955.

Sincerely,

Eric Hernandez, Program Manager Office of Community Health Systems