



STATE OF WASHINGTON
DEPARTMENT OF HEALTH
Olympia, Washington 98504

September 10, 2020

Theresa Boyle, Senior Vice President, Strategy, Marketing and Communication
MultiCare Health System
315 Martin Luther King Way
Tacoma, Washington 98405

Sent via email: tmboyle@multicare.org

RE: Certificate of Need Application #20-29

Dear Ms. Boyle:

Enclosed is Certificate of Need #1856 issued to MultiCare Health System. The certificate approves the addition of two operating rooms and the expansion of services offered at MultiCare Day Surgery Center of Gig Harbor, for a facility total of four operating rooms in the Central Pierce Secondary Health Services Planning Area.

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:

Theresa Boyle, Senior Vice President, Strategy, Marketing and Communication
MultiCare Health System
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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:

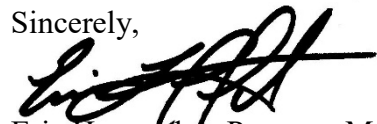
Mailing Address:
Department of Health
Adjudicative Service Unit
Mail Stop 47879
Olympia, WA 98504-7879

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 the Certificate of Need Program at (360) 236-2955.

Sincerely,



Eric Hernandez, Program Manager
Certificate of Need
Office of Community Health Systems

Attachment

CC: Frank Fox, PhD, frankgfox@comcast.net
Jennifer Burk, jb Burk@multicare.org



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 #1856 is issued to:

Applicant's Legal Name: MultiCare Health System
Applicant's Address: 315 Martin Luther King Way
Tacoma, Washington 98405
Facility Type Ambulatory Surgical Facility
Project Type Ambulatory Surgical Facility
Facility Name: MultiCare Day Surgery Center of Gig Harbor
Facility Address: 4545 Point Fosdick Drive
Gig Harbor, Washington 98335

**ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S
RECORD AND EVALUATION DATED AUGUST 28, 2020 (CN APP # 20-29)**

Project Description

This certificate approves the addition of two operating rooms for a facility total of four operating rooms at MultiCare Day Surgery Center of Gig Harbor. The surgical facility will provide plastic, otolaryngology (ENT), podiatry, orthopedic, urologic, gynecological, gastroenterology, maxillofacial, ophthalmologic, and general surgical services as described in the application and can be appropriately performed in an outpatient setting. MultiCare Day Surgery Center of Gig Harbor will remain at its current site in Gig Harbor, within the Central Pierce Secondary Health Services Planning Area.

Service Area
Central Pierce County

Conditions

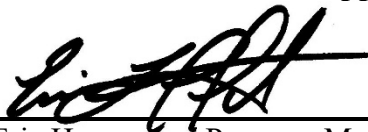
1. MultiCare Health System agrees with the project description as stated above. MultiCare Health System further agrees that any change to the project as described in the project description above is a new project that requires a new Certificate of Need.
2. MultiCare Health System shall finance this project using existing corporate reserves, as described in the application.
3. MultiCare Day Surgery Center of Gig Harbor will maintain Medicare and Medicaid certification, regardless of facility ownership.
4. MultiCare Day Surgery Center of Gig Harbor will provide charity care in compliance with its charity care policies reviewed and approved by the Department of Health. MultiCare Day Surgery Center of Gig Harbor will use reasonable efforts to provide charity care in the amount identified in the application, or the Central Pierce Secondary Health Services Planning Area, whichever is greater. Currently Central Pierce hospitals contribute is 1.13% of gross revenue and 3.24% of adjusted revenue.
5. MultiCare Day Surgery Center of Gig Harbor will maintain records of charity care applications received and the dollar amount of charity care discounts granted at MultiCare Day Surgery Center of Gig Harbor. The records must be available upon request.
6. MultiCare Day Surgery Center of Gig Harbor shall submit its updated and effective Admission Criteria Policy which should match the draft policy submitted to the department on May 11, 2020 in response to screening.

Approved Capital Expenditure

The capital expenditure associated with this project is \$4,571,805.39. This amount represents costs of construction, fees, equipment, and applicable sales tax. All costs will be paid by MultiCare Health System's corporate reserves.

This Certificate authorizes commencement of the project from September 10, 2020 to September 10, 2022 unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: September 10, 2020


Eric Hernandez, Program Manager
Community Health Systems

This Certificate is not transferable