



STATE OF WASHINGTON  
DEPARTMENT OF HEALTH

May 27, 2010

CERTIFIED MAIL # 7007 3020 0000 3056 2421

Meredith Vaughan, System Director  
PeaceHealth - Planning and Strategy  
14432 Southeast Eastgate Way, 3300  
Bellevue, Washington 98007-6412

Dear Ms. Vaughan:

Enclosed is Certificate of Need Certificate of Need #1417 issued to PeaceHealth approving the reconfiguration and relocation of beds and services between St. Joseph Hospital's south campus and main campus.

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 during which time you must start the project. 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.

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,

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

Enclosure

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





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 #1417 is issued to:**

**Legal Name of Applicant:** PeaceHealth – St. Joseph Hospital  
**Address of Applicant:** 2901 Squalicum Parkway, Bellingham, Washington 98225  
**Type of Service:** Acute Care services  
**Facility Name:** PeaceHealth – St. Joseph Hospital  
**Facility Address:** 2901 Squalicum Parkway, Bellingham, Washington 98225

**ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT’S RECORD AND EVALUATION OF MAY 19, 2010 (CN App #10-11)**

**Description/Services To Be Provided:**

This certificate approves two related projects:

- 1) the relocation of 20 psychiatric beds from St. Joseph Hospital’s south campus to its main campus thereby relocating all psychiatric services to the main campus.
- 2) the redistribution of 10 dedicated psychiatric beds from St. Joseph Hospital’s south campus to its main campus. The 10 dedicated psychiatric beds will be used as general medical surgical care.

**Condition**

St. Joseph Hospital is licensed for 253 acute care beds located on two campuses. This approval does not change the total number of licensed beds for St. Joseph Hospital.

<b>APPROVED CONFIGURATION – 253 TOTAL LICENSED BEDS</b>			
<b>SJH-Main</b>	<b># of Beds</b>	<b>SJH-South</b>	<b># of Beds</b>
General Medical/Surgical	207	Dedicated Rehab PPS Exempt	12
Level 2 Intermediate Care Nursery	14	Level 2 Intermediate Care Nursery	0
Psychiatric (20 are PPS Exempt)	20	Psychiatric (0 are PPS exempt)	0
<b>Total</b>	<b>241</b>	<b>Total</b>	<b>12</b>

**Service Area**  
Whatcom County

**Approved Capital Expenditure**

The approved capital expenditure for the relocation of 20 psychiatric beds is \$5,623,962, broken down below.

There is no capital expenditure associated with the relocation of 10 psychiatric beds to be dedicated to general acute care services.

This Certificate authorizes commencement of the project from May 27, 2010, to May 27, 2012, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: May 27, 2010

Steven Saxe  
Director, Health Professions and Facilities

**This Certificate is not transferable.**