



STATE OF WASHINGTON  
DEPARTMENT OF HEALTH

October 4, 2010

CERTIFIED MAIL # 7007 3020 0000 3056 2056

Glen Marshall, CEO  
Kennewick General Hospital  
900 South Auburn Street  
P.O. Box 6128  
Kennewick, Washington 99336

Dear Mr. Marshall:

Enclosed is Certificate of Need #1427 issued to Kennewick Public Hospital District approving the establishment of a 10-bed Level II intermediate care nursery and Level II obstetric services within space at the KGH Auburn 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.

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  
310 Israel Road SE  
Tumwater, WA 98501



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:

Adjudicative Service Unit  
Mail Stop 47879  
Olympia, WA 98504-7879

Other Than By Mail

Adjudicative Clerk Office  
310 Israel Road SE, Building 6  
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 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



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 #1427 is issued to:**

**Legal Name of Applicant:** Kennewick Public Hospital District  
**Address of Applicant:** 900 South Auburn Street, Kennewick, Washington 99336  
**Type of Service:** Acute Care Hospital  
**Facility Name:** Kennewick General Hospital – Auburn Campus  
**Facility Address:** 900 South Auburn, Kennewick Washington 99336

**ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON  
 THE DEPARTMENT 'S RECORD AND EVALUATION OF SEPTEMBER 13, 2010  
 (CN APP #10-04)**

**Project Description:**

This certificate approves the establishment a 10 bed Level II intermediate care nursery (ICN) and Level II obstetric services within space at the Kennewick General Hospital Auburn campus. At project completion the total licensed bed capacity for Kennewick General Hospital will be 111 licensed beds between the two campuses. The licensed capacity for the individual campuses is as follows:

Southridge Campus		Auburn Campus	
Medical/Surgical	74 beds	Pediatric	27 beds
Intensive Care		Obstetrics	
Emergency Services	N/A	Level II ICN	10 beds
Ancillary Services	N/A	Urgent Care	
		Speech Pathology	
		Physical Therapy	
<b>Total</b>	<b>74 Beds</b>	<b>Total</b>	<b>37 Beds</b>

**Service Area**

Benton/Franklin counties

**Approved Capital Expenditure Breakdown**

The approved capital expenditure for the project is \$1,265,100.

Item	Amount
Leasehold Improvements	\$1,200,000
Fixed and Moveable Equipment	\$65,100
<b>Total</b>	<b>\$1,265,100</b>

**Terms and Condition**

Please see page 2

This Certificate authorizes commencement of the project from October 4, 2010, to October 4, 2012, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: October 4, 2010

Steven Saxe

Director, Health Professions and Facilities

**This Certificate is not transferable**

Certificate of Need #1427

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**Terms**

1. Within 90 days of issuing the Certificate of Need for this project, Kennewick General Hospital will provide a copy of the adopted written policies and procedures specific to neonatal transport as recommended by the Washington State Perinatal Levels of Care guidelines.
2. Within 90 days of issuing the Certificate of Need for this project, Kennewick General Hospital will provide a copy of the adopted guidelines for continued care during transport as recommended by the Washington State Perinatal Levels of Care guidelines
3. Prior to expanding to Level II B Intermediate Care Nursery, Kennewick General Hospital will provide documentation that its Director of Special Care Nursery is a Board Certified Neonatologist.
4. Kennewick General Hospital will provide confirmation of the collaboration for coordinating outreach education between hospitals recommended by the Washington State Perinatal Levels of Care guidelines.

**Condition**

1. Kennewick General Hospital will provide charity care in compliance with the charity care policies reviewed and approved by the Department of Health. Kennewick General Hospital will use reasonable efforts to provide charity care in an amount comparable to or exceeding the average amount of charity care provided by hospitals in the Central Washington Region. Currently, this amount is 1.91% of gross revenue and 4.45% of adjusted revenue. Kennewick General Hospital will maintain records documenting the amount of charity care it provides and demonstrating its compliance with its charity care policies.