



STATE OF WASHINGTON
DEPARTMENT OF HEALTH

December 31, 2013

CERTIFIED MAIL #7011 2000 0000 5081 8746

Troy Green, JD Chief Executive Officer
Olympia Orthopaedic Associates, PLLC
1800 Cooper Point Road Southwest, Building 21
Olympia, Washington 98501

Dear Mr. Green:

Enclosed is Certificate of Need #1520 issued to Olympia Orthopaedic Associates, PLLC approving the establishment of a six-operating room ambulatory surgery center in Olympia, within Thurston County.

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. 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:

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
111 Israel Road SE
Tumwater, WA 98501



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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:

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

Other Than By Mail

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 Janis Sigman, Manager of the Certificate of Need Program at (360) 236-2955.

Sincerely,



Steven M. Saxe, FACHE
Director, Community Health Systems

Enclosure

cc: Department of Health, Investigations and Inspections 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 #1520 is issued to:

Legal Name of Applicant: Olympia Orthopaedic Associates, PLLC
Address of Applicant: 1800 Cooper Point Road Southwest, Olympia, Washington 98501
Type of Service: Ambulatory Surgery Center
Facility Name: Olympia Surgery Center
Facility Address: 3925 Capital Mall Drive Southwest, Olympia, Washington 98502

ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORDS AND EVALUATIONS OF OCTOBER 4, 2013, AND DECEMBER 13, 2013. (App #14-01)

Project Description:

This certificate approves the establishment of a six operating room surgery center in Olympia, within Thurston County. Services provided at the ambulatory surgery center include orthopedic, pain management, ENT, GI, urology, GYN, plastic surgery, dermatology, and operations of the nervous system. OOA does not intend to provide any ophthalmology or cardiology procedures or provide services to patients less than 8 years of age.

Service Area

Thurston County

Condition

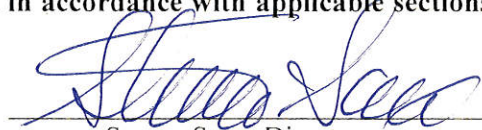
1. Approval of the project description as stated above. Olympia Orthopaedic Associates, PLLC further agrees that any change to the project as described in the project description is a new project that requires a new Certificate of Need.
2. Olympia Orthopaedic Associates, PLLC will provide charity care at Olympia Surgery Center in compliance with the charity care policies reviewed and approved by the Department of Health. Olympia Orthopaedic Associates, PLLC will use reasonable efforts to provide charity care in an amount comparable to or exceeding the average amount of charity care provided by the two hospitals currently operating in the Thurston County planning area. Currently, this amount is 2.87% gross revenue and 6.66% of adjusted revenue. Olympia Orthopaedic Associates, PLLC will maintain records documenting the amount of charity care it provides and demonstrating compliance with its charity care policies.

Approved Capital Expenditure

The total capital expenditure for this project is \$10,665,145. Of that amount, \$10,216,223 was expended in year 2011 when Olympia Orthopaedic Associates, PLLC constructed and equipped the 4-operating room Certificate of Need exempt ambulatory surgery center. The remaining \$448,922 is for the equipment and associated taxes necessary to open ORs #5 and #6. The approved capital expenditure associated with this project is \$10,665,145.

This Certificate authorizes commencement of the project from December 31, 2013 to December 31, 2015, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: December 31, 2013


Steven Saxe, Director
Community Health Systems

This Certificate is not transferable.