



STATE OF WASHINGTON
DEPARTMENT OF HEALTH
PO Box 47852•Olympia, Washington 98504-7852

September 8, 2017

CERTIFIED MAIL # 7014 2120 0002 7589 9360

Mark Johnson, RN Office Manager
Digestive Disease and Endoscopy Center
3261 NW Mount Vintage Way, Suite 221
Silverdale, WA 98383 - 6039

Certificate of Need Application #17-30

Dear Mr. Johnson:

Enclosed is Certificate of Need #1615 issued to Digestive Disease and Endoscopy Center approving the establishment of an ambulatory surgery center in Silverdale, within Kitsap 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

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

Sincerely,



Steve Bowman, PhD, MHA
Director, Office of Community Health Systems

Enclosure



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 #1615 is issued to:

Legal Name of Applicant: Digestive Disease and Endoscopy Center
Address of Applicant: 3261 NW Mount Vintage Way, Suite 221
Silverdale, Washington 98383-6039
Type of Service: Ambulatory Surgery Center
Facility Name: Digestive Disease and Endoscopy Center
Facility Address: 3261 NW Mount Vintage Way, Suite 221,
Silverdale, Washington 98383-6039

**ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S
RECORD AND EVALUATION DATED AUGUST 28, 2017 (CN App #17-30)**

Project Description

This certificate approves Digestive Disease and Endoscopy Center to convert the three room Certificate of Need exempt ASF located at 3261 NW Mount Vintage Way, Suite 221 within the city of Silverdale [98383-6039] in Kitsap County to Certificate of Need approved. Digestive Disease and Endoscopy Center is approved to provide endoscopy and related Gastroenterology (GI) services to patients who are not expected to require hospitalization and can be served appropriately in an outpatient setting

Service Area
Kitsap County

Conditions
Conditions Identified on Page Two

Approved Capital Expenditure
The approved capital expenditure for this project is \$73,889

This Certificate authorizes commencement of the project from September 8, 2017 to September 8, 2019 unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: September 8, 2017

A handwritten signature in blue ink, appearing to read "Steve Bowman", written over a horizontal line.

Steve Bowman, PhD, MHA
Director, Office of Community Health Systems

This Certificate is not transferable

Certificate of Need #1615

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Conditions

1. Digestive Disease and Endoscopy Center agree with the project description as stated above. Digestive Disease and Endoscopy Center 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. Digestive Disease and Endoscopy Center will maintain its Medicare and Medicaid certification throughout the life of the facility, regardless of ownership.
3. Digestive Disease and Endoscopy Center will provide charity care in compliance with the charity care policy provided in the application, or any subsequent policies. Digestive Disease and Endoscopy Center will use reasonable efforts to provide charity care in the amount identified in the application, or the planning area average – whichever is higher. Currently, the planning area average is 1.75% of gross revenue and 4.95% of adjusted revenue. Digestive Disease and Endoscopy Center will maintain records of charity care amount provided by Digestive Disease and Endoscopy Center documenting the amount of charity care its provides and demonstrating compliance with its charity care policies.