



STATE OF WASHINGTON
DEPARTMENT OF HEALTH

November 19, 2010

CERTIFIED MAIL #7008 1300 0000 7202 9355

Jeff Marshall, President & CEO
Eagle Healthcare, Inc.
12015 – 115th Avenue Northeast, #E195
Kirkland, Washington 98034

Dear Mr. Marshall:

We have completed review of the Renovation Authorization application submitted on behalf of Eagle Healthcare, Inc. proposing to renovate Clarkston Care Center located in Asotin County. Enclosed is Renovation Authorization (RA) #071 for that project.

The RA 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 RA is valid for two years during which time you must start the project. If there is substantial and continuing progress, we may extend the RA 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



Jeff Marshall, President & CEO
Eagle Healthcare, Inc.
RA #071
November 19, 2010
Page 2 of 2

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:

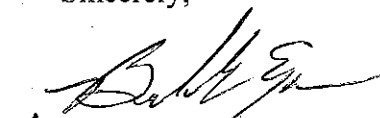
Adjudicative Service Unit
Mail Stop 47879
Olympia, WA 98504-7879

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 questions, please contact me at (360) 236-2955.

Sincerely,



Janis Sigman, Manager
Certificate of Need Program
Office of Certification and Technical Support

Enclosure

cc: Department of Social and Health Services
Department of Health, Construction Review Services



In accordance with RCW 70.38 and implementing rules and regulations, 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.

Renovation Authorization #071 is issued to:

Existing Licensee: Eagle Healthcare, Inc.
Current Facility Name: Clarkston Care Center
Current Facility Address: 1242 – 11th Avenue
Clarkston, Washington 99403
Current County Location: Asotin
Current Number of Licensed Beds: 90 licensed and zero banked

Renovated Facility Information

Renovated Facility Licensee: Eagle Healthcare, Inc.
Renovated Facility Name: Clarkston Care Center
Renovated Facility Address: 1242 – 11th Avenue
Clarkston, Washington 99403
Renovated Facility County Location: Asotin
Renovated Facility Number of Beds: 90 licensed and zero banked
Capital Expenditure of Project: \$4,225,428

Description of Approved Project

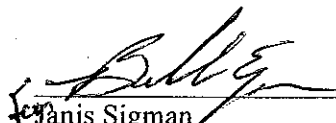
Eagle Healthcare, Inc. is the existing licensee of Clarkston Care Center located in Clarkston within Asotin County. Clarkston Care Center, LLC is the building owner of Clarkston Care Center.

Clarkston Care Center is licensed for 90 skilled nursing beds and has zero beds banked under the alternate use section of Revised Code of Washington 70.38.111(8) and Washington Administrative Code 246-310-395.

This Renovation Authorization approves the renovation of Clarkston Care Center at the existing location. The building owner— Clarkston Care Center, LLC—concurs with the renovation project. The renovated facility will continue to be known as Clarkston Care Center. At project completion, the maximum number of beds at the renovated facility will be 90.

This Renovation Authorization is effective from November 19, 2010, through November 19, 2012, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Issued: November 19, 2010



Janis Sigman
Manager, Certificate of Need Program
Office of Certification and Technical Support

This Renovation Authorization is not transferable.