



STATE OF WASHINGTON  
DEPARTMENT OF HEALTH

February 14, 2013

CERTIFIED MAIL #7011 1570 0002 7809 5315

Kevin Brown, CSO and Vice President  
Swedish Medical Center  
747 Broadway  
Seattle, Washington 98133

Dear Mr. Brown:

Enclosed is Certificate of Need #1498 issued to Swedish Health Services approving the establishment of a 15-bed neonatal intermediate care nursery and level II obstetric services at the Issaquah Hospital 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. 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 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:

Janis Sigman, Manager  
Certificate of Need Program  
Department of Health  
Mail Stop 47852  
Olympia, WA 98504-7852

Other Than By Mail

Janis Sigman, Manager  
Certificate of Need Program  
Department of Health  
111 Israel Road SE  
Tumwater, WA 98501



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

Sincerely,

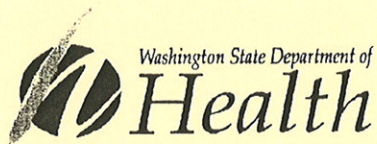


Steven M. Saxe, FACHE  
Director, Health Professions and Facilities

Enclosure

cc: Linda Foss, Department of Health, Investigations and Inspections Office





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 #1498 is issued to:**

**Legal Name of Applicant:** Swedish Health Services  
**Address of Applicant:** 747 Broadway, Seattle, Washington 98133  
**Type of Service:** Neonatal Intermediate Care and Level II Obstetric Services  
**Facility Name:** Swedish Health Services-Issaquah Hospital Campus  
**Facility Address:** 751 Northeast Blakely Drive, Issaquah, Washington 98029

**ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORD AND EVALUATION OF AUGUST 12, 2011, (App #11-14) AND THE ADJUDICATIVE SERVICES UNIT POST HEARING ORDER #5**

**Project Description:**

This Certificate approves the establishment of a 15-bed neonatal intermediate care nursery and level II obstetric services at the Issaquah Hospital campus. The 15-bed neonatal intermediate care nursery would be included within the hospital's 175 approved acute care beds identified in Certificate of Need #1379A2 issued on November 29, 2010. The total of 175 beds is based on Swedish Health Services' intent to meet Condition #2 attached to CN #1379A2. The type of license and number of beds are summarized below.

Type	Approved
General Medical/Surgical	160
Level II Intermediate Care Nursery	15
<b>Total</b>	<b>175</b>

**Service Area**  
King County

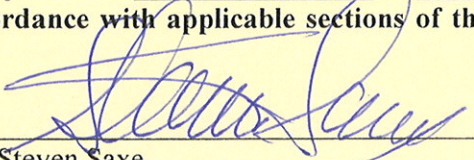
**Conditions Listed on Page Two**

**Approved Capital Expenditure**

The approved capital expenditure associated with this project is \$2,113,123.

This Certificate authorizes commencement of the project from February 14, 2013, to February 14, 2015, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

**Date Certificate Issued:** February 14, 2013

  
Steven Saxe  
Director, Health Professions and Facilities

**This Certificate is not transferable.**



## Certificate of Need #1498

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### Conditions:

1. Approval of the project description as stated above. Swedish Health Services 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. Swedish Health Services will provide to the department, for review and approval, an executed Medical Director Agreement.
3. Swedish Health Services will provide a listing of ancillary and support services specific to the proposed intermediate care nursery and level obstetric services that to be either provided at the Issaquah Hospital campus or provided off campus.
4. Swedish Health Services will ensure that its Issaquah Hospital campus will provide charity care in compliance with the charity care policies reviewed and approved by the Department of Health. Swedish Health Services will use reasonable efforts to provide charity care in an amount comparable to the average amount of charity care provided by all hospitals in the King County Region (less Harborview). For historical years 2007-2009, these amounts are 1.64% gross revenue and 2.51% adjusted revenue. Swedish Health Services will maintain records at the facility documenting the amount of charity care it provides and demonstrating compliance with its charity care policies and applicable law.