



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 #1346E is issued to:

Legal Name of Applicant: Regional Hospital for Respiratory and Complex Care
Address of Applicant: 12844 Military Road South, Seattle, Washington 98168
Type of Service: Long Term Acute Care Hospital
Facility Name: Regional Hospital for Respiratory and Complex Care-South Sound
Facility Address: 1602 South "J" Street, Tacoma, Washington 98402

ISSUANCE OF THIS EXTENDED CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORDS AND EVALUATIONS OF APRIL 28, 2006 (CN App #06-11), APRIL 30, 2007 (CN App #07-11), AND DOCUMENTS RELATED TO DOR #09-13. FINDINGS FOR ALL RECORDS AND EVALUATIONS ARE INCORPORATED.

Description/Services To Be Provided:

Regional Hospital for Respiratory and Complex Care is currently licensed for 27 acute care beds used solely for long-term acute care patients. On May 10, 2006, Regional Hospital for Respiratory and Complex Care was issued Certificate of Need #1329 approving the addition of 33 acute care beds for a facility total of 60.

On April 30, 2007, Regional Hospital for Respiratory and Complex Care received approval to establish a new, 25-bed long-term acute care hospital in Pierce County. Approval of the Pierce County project is contingent upon Regional Hospital for Respiratory and Complex Care's relinquishment of 20 of its 33 beds approved under CN #1329.

Conditions

- 1) Regional Hospital for Respiratory and Complex Care must provide charity care in compliance with the charity care policies provided in this Certificate of Need application and the requirements of the applicable law. For the Pierce County Long Term Acute Care Hospital, Regional Hospital for Respiratory and Complex Care will provide charity care in an amount comparable to the average amount of charity care provided by all hospitals in the Puget Sound Region during the three most recent years. For historical years 2003-2005, these amounts are 1.64% gross revenue and 3.46% adjusted revenue. Regional Hospital for Respiratory and Complex Care will maintain records at the Pierce County facility documenting the amount of charity care it provides and demonstrating compliance with its charity care policies and applicable law.
2) Regional Hospital for Respiratory and Complex Care will relinquish the rights to 20 beds authorized under Certificate of Need #1329. Approval of a new 25 bed Long Term Acute Care Hospital in Pierce County results in the following bed configuration for Regional Hospital for Respiratory and Complex Care at its two sites:

Table with 2 columns: Location, Number of Beds. Rows include Regional - Tukwila, King County (40 beds), Regional - Tacoma, Pierce County (25 beds), and Total (65 beds licensed under one acute care license).

Approved Capital Expenditure

The approved capital expenditure for this project is \$8,012,376.

This Extended Certificate of Need is effective from May 24, 2009, to November 24, 2009, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Extended Certificate Issued: January 28, 2009

Signature of Steven Saxe, Director, Health Professions and Facilities

This Certificate is not transferable.