May 23, 2018

CERTIFIED MAIL # 7016 3010 0001 0575 0662

Debbie Perdue, Executive Director
Minor & James Surgical Specialists
515 Minor Avenue, #130
Seattle, Washington 98104

RE: CN Application 17-47

Dear Ms. Perdue,

Enclosed is Certificate of Need #1738 approving Proliance Surgeons, Inc., P.S. dba Minor & James Endoscopy Center proposing to establish a four operating room ambulatory surgical facility in Seattle, within Central King 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. 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:

<table>
<thead>
<tr>
<th>Mailing Address</th>
<th>Physical Address</th>
</tr>
</thead>
<tbody>
<tr>
<td>Department of Health</td>
<td></td>
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<tr>
<td>Adjudicative Service Unit</td>
<td></td>
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<tr>
<td>Mail Stop 47879</td>
<td>Department of Health</td>
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<tr>
<td>Olympia, WA 98504-7879</td>
<td>Adjudicative Service Unit</td>
</tr>
<tr>
<td>111 Israel Road SE</td>
<td>Turnwater, WA 98501</td>
</tr>
</tbody>
</table>
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,

Nancy Tyson, Executive Director
Health Facilities and Certificate of Need
Washington State Department of Health

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 #1738 is issued to:

Legal Name of Applicant: Proliance Surgeons, Inc., P.S.

Address of Applicant: 805 Madison, Suite 901
Seattle, WA 98104

Type of Service: Ambulatory Surgical Facility

Facility Name: Proliance Surgeons, Inc., P.S. dba Minor and James Surgical Specialists

Facility Address: 515 Minor Avenue, Suite 200
Seattle, WA 98104

ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT’S RECORD AND EVALUATION DATED MAY 3, 2018 (CN App #17-47)

Project Description
This certificate approves the establishment of a four-operating room ambulatory surgical facility in Seattle, within Central King County. The surgery center will serve patients aged 18 years and older that require surgical services that can be served appropriately in an outpatient setting. Surgical services within the four ORs are limited to gastroenterology-related endoscopy procedures.

Service Area
Central King County

Conditions
1. Proliance Surgeons, Inc., P.S. dba Minor & James Endoscopy Center agrees with the project description as stated above. Proliance Surgeons, Inc., P.S. dba Minor & James 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. Proliance Surgeons, Inc., P.S. dba Minor & James Endoscopy Center will provide charity care in compliance with its charity care. Proliance Surgeons, Inc., P.S. dba Minor & James Endoscopy Center will use reasonable efforts to provide charity care consistent with the regional average or the amount identified in the application – whichever is higher. The regional charity care average from 2014-2016 was 0.82% of gross revenue and 1.80% of adjusted revenue. Proliance Surgeons, Inc., P.S. dba Minor & James Endoscopy Center will maintain records of charity care applications received and the dollar amount of charity care discounts granted. The department requires that these records be available upon request.

3. Proliance Surgeons, Inc., P.S. dba Minor & James Endoscopy Center will finance the project using cash reserves as stated in the application

4. Proliance Surgeons, Inc., P.S. dba Minor & James Endoscopy Center agrees that the ASF will maintain Medicare and Medicaid certification, regardless of facility ownership.

This Certificate authorizes commencement of the project from May 23, 2018 to May 23, 2020 unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: May 23, 2018

Nancy Tyson, Executive Director
Health Facilities and Certificate of Need
Washington State Department of Health

This Certificate is not transferable