STATE OF WASHINGTON

DEPARTMENT OF HEALTH

Olympia, Washington 98504

February 18, 2022

Gabriel Mayer, Executive VP of Asset Management Arcadia Healthcare – Parkside 308 W Emma St Union Gap, WA 98903 email: gmayer@gcapmgmt.com

Re: 22-02 Approval Letter Alternate Use Bed Banking

Gabriel Mayer:

Thank you for your Nursing Home Alternate Use Bed Banking Notice for the banking of 24 licensed beds at Arcadia Healthcare – Parkside. Currently, Arcadia Healthcare – Parkside is licensed for 88 nursing home beds and has no banked beds. The notice requests to bank 24 of the facility's licensed beds under the alternate use provisions of RCW 70.38.111(9).

The table below shows the room number, the current number of beds in each room, and the proposed number of beds to be banked *for the rooms that are being updated*. The table below also shows the reason for the bed banking and the remaining number of beds in each of the rooms after banking (if any).

Room	Current # of	# of Beds	Purpose of	# of Beds
Number	licensed	to Bank	Bed Banking	Remaining
	Beds in Room			After Banking
105	2	1	Convert to private room	1
106	2	1	Convert to private room	1
107	2	1	Convert to private room	1
108	2	1	Convert to private room	1
200	2	1	Convert to private room	1
202	2	1	Convert to private room	1
218	3	1	Convert to 2-bed room	2
230	3	1	Convert to 2-bed room	2
232	3	1	Convert to 2-bed room	2
301	3	3	Private dining area	0
303	2	2	Convert to family meeting space	0
305	4	2	Convert to 2-bed room	2
306	4	2	Convert to 2-bed room	2
307	4	2	Convert to 2-bed room	2
308	4	2	Convert to 2-bed room	2
402	4	2	Convert to 2-bed room	2
Total	46	24		22

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Based on the information provided, the Certificate of Need Program approves your request to bank 24 beds at Arcadia Healthcare – Parkside under the alternate use provisions of RCW 70.38.111(9). After the 24 beds are banked, Arcadia Healthcare – Parkside's total number of licensed beds will be 64 beds with 24 beds banked under alternate use. To effectuate this bed banking, you must complete the delicensing of the 24 beds with the Department of Social and Health Services.

RCW 70.38.111(9)(c) allows for a facility to bank beds for up to four years from the effective date. Once DSHS provides the CN Program with notification of the de-licensure of beds, our records will be updated to indicate that the 24 beds are banked for a term of four years from the effective date.

<u>Note</u>: Approval of this bed banking 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 Section 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.

Also Note: Under the nursing home licensing WAC 388-97-3400 and WAC 388-97-2160(2)(b), a change in the use of a room requires review and approval by the Construction Review Program of the Department of Health. The contact number for Construction Review is (360)236-2944.

If Arcadia Healthcare – Parkside decides to modify the room numbers or alternative uses for the beds that have been banked at Arcadia Healthcare – Parkside, notification to the Certificate of Need Program is necessary under the provisions of WAC 246-310-395(4) to assure continued compliance with RCW 70.38.111(9)(a) and WAC 246-310-395.

If you have any questions or would like to arrange for a meeting to discuss our decision, please contact the Certificate of Need Program at (360) 236-2955.

Sincerely.

Eric Hernandez, Certificate of Need Program Manager

Office of Community Health Systems

cc: Jennifer Brascher - DSHS/ALTSA/MS Annette Curry - DSHS/ALTSA/MSD