



STATE OF WASHINGTON
DEPARTMENT OF HEALTH
Olympia, Washington 98504

October 26, 2017

CERTIFIED MAIL # 7016 3010 0001 0575 1416

Michael Uradnik, CEO
Cascade Behavioral Hospital
12844 Military Road South
Tukwila, WA 98168

RE: DOR #18-05

Dear Mr. Uradnik:

Enclosed is Certificate of Need #1620 approving Cascade Behavioral Hospital's exemption request to modify the hospital's approved bed capacity by relinquishing 18 chemical dependency beds and adding 20 inpatient psychiatric beds. Following project completion, the hospital's total licensed bed capacity will be 137.

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:

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

Physical Address:
Adjudicative Service Unit
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 questions, please contact Janis Sigman, Manager of the Certificate of Need Program at (360) 236-2955.



Steve Bowman, PhD, MHA
Director, Office of Community Health Systems

Enclosure

cc: Department of Health, Office of Investigations and Inspections
Department of Health, Office of Customer Service
Department of Health, Construction Review Services



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 #1620 is issued to:

Legal Name of Applicant: Acadia Healthcare
Address of Applicant: 6100 Tower Circle, Suite 1000, Franklin, TN 37067
Type of Service: Psychiatric Hospital
Facility Name: Cascade Behavioral Hospital, LLC
Facility Address: 12844 Military Road South, Tukwila, WA 98168

ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE EXEMPTION APPLICATION RECEIVED AT THE CERTIFICATE OF NEED PROGRAM ON SEPTEMBER 26, 2017 (DOR#18-05)

Project Description

This certificate approves the addition of 20 psychiatric beds at Cascade Behavioral Hospital as allowed under RCW 70.38.260(3). Cascade Behavioral Hospital will reduce their licensed chemical dependency beds by 18, and will subsequently add 20 psychiatric beds. At project completion, Cascade Behavioral Hospital will be licensed for 137 beds, as shown below.

Bed Type	Before Project	After Project
Psychiatric	93	113
Chemical Dependency	42	24
Total Licensed Beds	135	137

Service Area

King County and surrounding areas


Conditions

One ongoing condition was outlined in the Department's approval of Cascade Behavioral Health under CN#1513. It is restated below:

1. SW Behavioral LLC¹ will provide charity care in compliance with the charity care policies provided in this Certificate of Need application, or any subsequent policies reviewed and approved by the Department of Health. SW Behavioral LLC will use reasonable efforts to provide charity care in an amount comparable to or exceeding the average amount of charity care provided by hospitals in King County. Currently,² this amount is 1.68 % of gross revenue and 3.07% of adjusted revenue. SW Behavioral LLC will maintain records documenting the amount of charity care it provides and demonstrating its compliance with its charity care policies.
2. Consistent with RCW 70.38.260, new psychiatric beds added under RCW 70.38.260 must remain psychiatric beds unless a certificate of need is granted to change their use or the psychiatric hospital voluntarily reduces its licensed capacity.

This Certificate authorizes commencement of the project from October 26, 2017 to October 26, 2019 unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: October 26, 2017



Steve Bowman, PhD, MHA
Director, Office of Community Health Systems

This Certificate is not transferable

¹ Effective July 22, 2013, SW Behavioral, LLC changed its name to Cascade Behavioral Health, LLC
² As of September 20, 2013