



STATE OF WASHINGTON
DEPARTMENT OF HEALTH

December 31, 2013

CERTIFIED MAIL #7011 2000 0000 5081 8753

Randall Stamper, Attorney
Stamper Rubens, PS
720 West Boone, #200
Spokane, Washington 99201

Dear Mr. Stamper:

Enclosed is Certificate of Need #1475T issued to co-applicants King County Public Hospital District #1 and Benaroya Capital Company, LLC approving the transfer of Certificate of Need #1475 as allowed under Washington Administrative Code 246-310-500(7)(a).

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.

Issuance of Certificate of Need #1475T does not change the validity period of Certificate of Need #1475, which remains valid until June 14, 2014. The project must begin during the validity period. 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 appeal options are listed below.

Appeal Option 1:

Any person with standing 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:
Department of Health
Certificate of Need Program
Mail Stop 47852
Olympia, WA 98504-7852

Other Than By Mail:
Department of Health
Certificate of Need Program
111 Israel Road SE
Tumwater, WA 98501



Appeal Option 2:

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:

Mailing Address:

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

Other Than By Mail

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.

Sincerely,



Steven M. Saxe, FACHE
Director, Community Health Systems

Enclosure

cc: 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 #1475T is issued to:

Legal Name of Applicant: King County Public Hospital District #4 and Benaroya Capital Company, LLC
Address of Applicant: 9575 Ethan Wade Way Southeast, Snoqualmie, Washington 98065
Type of Service: Acute Care Hospital
Facility Name: Snoqualmie Valley Hospital
Facility Address: 34220 Southeast 99th Street, Snoqualmie, Washington 98065

ISSUANCE OF THIS TRANSFER CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORDS AND EVALUATIONS DATED JUNE 6, 2012 (App #12-16) AND DECEMBER 13, 2013 (App #14-09)

Project Description:

This certificate approves the replacement of Snoqualmie Valley Hospital to a new site in King County. Snoqualmie Valley Hospital will continue to operate with 25 acute care beds. The facility will be built through ground lease and operating agreements between King County Public Hospital District #4 and Benaroya Capital Company, LLC.

Service Area
King County

Conditions

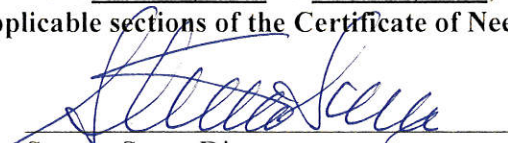
1. Approval of the project descriptions as state above. Co-applicants King County Public Hospital District #4 and Benaroya Capital Company, LLC further agree that any change to the project as described in the project description is a new project that requires a new Certificate of Need.
2. Snoqualmie Valley Hospital will provide charity care in compliance with the charity care policies reviewed and approved by the Department of Health. Snoqualmie Valley Hospital will use reasonable efforts to provide charity care in an amount comparable to or exceeding the average amount of charity care provided by the applicable hospitals in the King County Region. For combined years 2009- 2011, this amount is 1.67% of gross revenue and 3.05% of adjusted revenue. Snoqualmie Valley Hospital will maintain records documenting the amount of charity care it provides and demonstrating its compliance with its charity care policies.

Approved Capital Expenditure

The approved capital expenditure associated with this project is \$38,587,094.

This Transfer Certificate authorizes commencement of the project from June 14, 2012 to June 14, 2014, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Transfer Certificate Issued: December 31, 2013


Steven Saxe, Director
Community Health Systems

This Certificate is not transferable.