

December 21, 2012

CERTIFIED MAIL # 7011 1570 0002 7808 7228

Richard Roodman, Chief Executive Officer Valley Medical Center 400 South 43rd Street Renton, Washington 98055

Re: CN #10-25

Dear Mr. Roodman:

Enclosed is Certificate of Need #1490 issued to Public Hospital District #1 of King County approving 18 acute care beds to be added to Valley Medical Center in Renton.

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 affected 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:
Department of Health
Adjudicative Service Unit
Mail Stop 47879
Olympia, WA 98504-7879

Other Than By Mail
Department of Health
Adjudicative Service Unit
111 Israel Road SE
Tumwater, WA 98501

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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 question, please contact Janis Sigman, Manager of the Certificate of Need Program at (360) 236-2955.

Sincerely,

Lisa Hodgson for

Steven M. Saxe, FACHE

Director, Health Professions and Facilities

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 #1490 is issued to:

Legal Name of Applicant:

Public Hospital District #1-King County

Address of Applicant:

400 South 43rd Street, Renton, Washington 98055

Type of Service:

Acute Care Hospital

Facility Name:

Valley Medical Center

Valley Medical Center

Facility Address:

400 South 43rd Street, Renton, Washington 98055

ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORD AND EVALUATION OF DECEMBER 21, 2010, (App #10-25) AND THE SIGNED SETTLEMENT AGREEMENT EFFECTIVE OCTOBER 1, 2012.

Project Description:

This Certificate approves the addition of 18 acute care beds to Valley Medical Center in Renton. Once the 18 acute care beds are added, Valley Medical Center will increase its license to 321.

Service Area

King County and surrounding areas

Approved Capital Expenditure

In the initial application, Valley Medical Center identified a total capital expenditure of \$19,922,500 to add 60 acute care beds to the hospital, equating to approximately \$332,042 per acute care bed. For this Certificate of Need, the department approves 18 beds and an estimated capital cost of \$5,796,756.

This Certificate authorizes commencement of the project from December 21, 2012, to December 21, 2014, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: December 21, 2012

Lisa Hodgson for Steven Saxe

Director, Health Professions and Facilities

This Certificate is not transferable.