



**CHI Franciscan
Health**

Our best care. Your best health.SM

1717 South J Street
PO Box 2197
Tacoma, WA 98401-2197

P 253.426.4101
chifranciscan.org

R E C E I V E D

AUG 24 2016

**CERTIFICATE OF NEED PROGRAM
DEPARTMENT OF HEALTH**

August 24, 2016

Janis Sigman, Manager
Certificate of Need Program
Department of Health
P.O. Box 47852
Olympia, WA 98504-7852

Dear Ms. Sigman:

In accordance with WAC 246-310-080, CHI Franciscan Harrison Medical Center (Harrison) here within submits a letter of intent to relocate all inpatient beds from our Bremerton Campus to our Silverdale Campus. This project will also result in our open heart surgery and elective PCI programs being relocated from the Bremerton Campus to the Silverdale campus. In conformance with WAC, the following information is provided:

1. A Description of the Extent of Services Proposed:

Harrison is licensed for 347 beds located, under a single license, on two campuses. The Bremerton campus has 253 beds and the Silverdale Campus has 94, of which 24 are Level II neonatal. This project proposes to relocate all inpatient beds and services from Bremerton to Silverdale.

The project will be undertaken in two phases. Phase 1 will be a construction project that results in 168 beds being moved from the Bremerton Campus to the Silverdale campus. At the completion of Phase 1, there will be 238 acute care beds and 24 Level II Neonatal, for a total of 262 beds at Silverdale and 85 at Bremerton. Phase 2 involves the relocation of the remaining 85 beds from Bremerton to Silverdale.

In addition, WAC 246-310-020(1) (d) states that “any new tertiary health services offered in or through a health care facility, and not offered on a regular basis by, in, or through such health care facility within the twelve-month period prior to the time the facility will offer such services” is subject to prior CN review. Harrison’s open heart and elective PCI program is based at our Bremerton campus. Because we operate under a single license we do not believe that this provision applies, and will file a separate determination of reviewability request. In the event that the Program determines that the open heart program does require prior CN review and approval, we request that this letter of intent meet the requirement for this service as well as the beds.

St. Anthony Hospital – Gig Harbor
St. Clare Hospital – Lakewood
St. Elizabeth Hospital – Enumclaw
St. Francis Hospital – Federal Way

St. Joseph Medical Center – Tacoma
Franciscan Medical Group
Harrison Medical Center
Bremerton + Silverdale

Harrison HealthPartners
Highline Medical Center – Burien
Regional Hospital – Burien

Foundations:
Franciscan Foundation
Harrison Medical Center Foundation
Highline Medical Center Foundation

2. Estimated Cost of the Proposed Project:

The Phase 1 capital cost is estimated at \$283 million. The Phase 2 cost is estimated at \$201 million. The total project cost is \$484 million.

3. Description of the Service Area:

Harrison's service area is the Kitsap County Hospital Planning Area.

Please feel free to contact me directly with any questions.

Sincerely,

A handwritten signature in black ink that reads "Richard Petrich". The signature is written in a cursive style with a large, prominent initial "R".

Richard Petrich
Vice President
Planning and Business Development