July 9, 2018

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, PeaceHealth United General Medical Center (PHUGMC) hereby submits this Letter of Intent to establish a 10 bed PPS-exempt Level II rehabilitation unit.

In conformance with WAC, the following information is provided:

1. **Description of the Extent of Services Proposed:**

PHUGMC is a 25 bed Critical Access Hospital (CAH). PHUGMC proposes to establish a 10 bed Level II PPS-exempt rehabilitation unit. Based on the Certificate of Need Program’s March 23, 2018 letter, PHUGMC understands that it is the position of the Program that prior certificate of need review and approval is required.

2. **Estimated Cost of the Proposed Project:**

The estimated capital expenditure is $515,000.

3. **Description of the Service Area:**

PHUGMC is located in Sedro-Woolley and serves the communities comprising Public Hospital District #304, including Burlington, Sedro-Woolley, Bayview, Samish Island, Concrete, Marblemount, Clear Lake and areas of Mount Vernon-more than 2,000 square miles in Skagit and Whatcom counties. For purposes of this proposed service, the service area is Skagit and Whatcom Counties.
Thank you for your interest in this matter. Please contact me directly with any questions.

Sincerely,

Chris Johnston, PharmD
Chief Administrative Officer

CJ/smc