December 11, 2019

CERTIFIED MAIL # 7016 3010 0001 0575 0518

Dennis Hoover, Senior Director, Cardiovascular Service Line
Virginia Mason Memorial
2811 Tieton Drive
Yakima, Washington 98902

RE: Certificate of Need Application #19-65 – Yakima Valley Memorial Hospital Association

Dear Mr. Hoover:

Enclosed is Certificate of Need #1830 issued to Yakima Valley Memorial Hospital Association approving the establishment of an adult elective percutaneous coronary intervention program at the Virginia Mason Memorial in Yakima County.

The certificate is not an 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. 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

Physical Address:
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:

<table>
<thead>
<tr>
<th>Mailing Address</th>
<th>Physical Address</th>
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</thead>
<tbody>
<tr>
<td>Department of Health</td>
<td>Department of Health</td>
</tr>
<tr>
<td>Adjudicative Service Unit</td>
<td>Adjudicative Service Unit</td>
</tr>
<tr>
<td>Mail Stop 47879</td>
<td>111 Israel Road SE</td>
</tr>
<tr>
<td>Olympia, WA 98504-7879</td>
<td>Tumwater, WA 98501</td>
</tr>
</tbody>
</table>

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 the Certificate of Need Program at (360) 236-2955.

Sincerely,

[Signature]

Nathan Weed, Director
Community Health Systems

Enclosure
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 #1830 is issued to:

Applicant's Legal Name: Yakima Valley Memorial Hospital Association
Applicant's Address: 2811 Tieton Drive, Yakima, Washington 98902
Facility Type: Acute Care Hospital
Project Type: Tertiary Service - Percutaneous Coronary Intervention Program
Facility Name: Virginia Mason Memorial
Facility Address: 2811 Tieton Drive, Yakima, Washington 98902

ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORD AND EVALUATION DATED DECEMBER 2, 2019 (CN APP # 19-65)

Project Description
This certificate approves the establishment of an adult, elective percutaneous coronary intervention program at Virginia Mason Memorial.

Service Area
Yakima County and surrounding communities

Conditions
1. Approval of the project description as stated above. Yakima Valley Memorial Hospital Association further agrees that any change to the project as described in the project description is a new project that requires a new Certificate of Need.

2. Virginia Mason Memorial will provide charity care in compliance with its charity care policies reviewed and approved by the Department of Health, or any subsequent policies reviewed and approved by the Department of Health. Virginia Mason Memorial 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 the Central Region. Currently, this amount is 1.03% gross revenue and 2.74% of adjusted revenue. Virginia Mason Memorial will maintain records of charity care applications received and the dollar amount of charity care discounts granted. The department requires these records to be available upon request.

3. Prior to providing elective percutaneous coronary intervention program at Virginia Mason Memorial, Yakima Valley Memorial Hospital Association will provide a copy of the final Elective PCI Patient Transfer and Surgical Partnering Agreement between Virginia Mason Memorial and Kadlec Regional Medical Center (referred to as KRMC in the agreement) located in Richland, within Benton County. The final agreement shall be consistent with the draft agreement provided in the application.

Approved Capital Expenditure
There are no capital costs associated with this project.

This Certificate authorizes commencement of the project from December 11, 2019 to December 11, 2021 unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: December 11, 2019
Nathan Weed, Director
Community Health Systems

This Certificate is not transferable