August 20, 2019

Nancy Tyson, Executive Director
Certificate of Need Program
Department of Health
111 Israel Road Southeast
Tumwater, WA 98501

Dear Ms. Tyson:

In accordance with WAC 246-310-080, King County Public Hospital District #1, Valley Medical Center (VMC) submits a letter of intent proposing to add our existing Level II and III neonatal bassinettes to our licensed bed capacity. In conformance with WAC, the following information is provided:

1. **A Description of the Extent of Services Proposed:**
   VMC operates 12 Level II and 8 Level III NICU beds. As the Program is aware, these beds are not included in VMC’s existing licensed bed capacity. Therefore, VMC is submitting this certificate of need application to have these 20 beds recognized. No change in service or capacity is proposed. Upon project completion, VMC will be licensed for 341 beds (321 acute, 12 Level II and 8 Level III).

2. **Estimated Cost of the Proposed Project:**
   There is no capital cost to add the existing Level II and III beds to the hospital license.

3. **Description of the Service Area:**
   The appropriate service area for neonatal services is the Southeast King County Hospital planning area.

Thank you for your interest in this matter. Please contact me directly with any questions.

Very Truly Yours,

[Signature]

David E. Smith, Esq.
General Counsel