



Sutter Health

With You. For Life.

June 25, 2009

Office of Statewide Health Planning and Development
Facility Development Division

Attn: Jerry Yee
400 R Street Room 200
Sacramento CA 95811

Facility Planning &
Development

2880 Gateway Oaks Dr.
Suite 220
Sacramento, CA 95833

Dear Mr. Yee,

RE: St. Luke's Hospital (ID 12459)

Sutter Health is pleased to submit an SB 1661 report on behalf of its California Pacific Medical Center (CPMC) affiliate for its St. Luke's Hospital campus. The campus is comprised primarily of buildings carrying an SPC-1 seismic performance rating, thus necessitating the submission of this report.

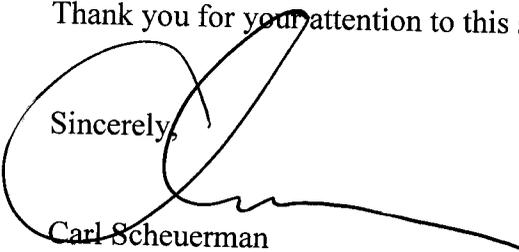
The compliance plan for resolving the seismic deficiencies of the buildings on this campus is to construct a new hospital at the location of the existing hospital in San Francisco. Construction of the new facility (CPMC St. Luke's Hospital, ID 18188) is anticipated to commence just prior to 2011; however, two factors remain that could negatively influence Sutter Health's ability to meet this target:

- Continuing turmoil in the financial markets and other economic factors may render the start date for this project infeasible; and,
- Commencement of construction requires the issuance of discretionary land use entitlements by the City and County of San Francisco which may be delayed and are subject to appeal.

The existing St. Luke's hospital will be removed from acute care service following completion of the replacement facility.

Thank you for your attention to this submission.

Sincerely,


Carl Scheuerman
Director, Regulatory Affairs

Enc: SB 1661 Report, ID 12459