

**VOLUNTARY DISCLOSURE NOTICE OF BOARD APPROVAL OF
DISSOLUTION AND INTEGRATION OF NORTHWEST HOSPITAL**

**University of Washington
General Revenue Bonds**

The University has evaluated whether to integrate UW Medical Center and Northwest Hospital & Medical Center (UW Medicine/Northwest dba Northwest Hospital & Medical Center, or “Northwest”) into one hospital with two campuses. An evaluation team recently recommended moving forward to seek requisite board approval to combine the two hospitals under one license.

On February 8, 2018, the Board of Regents (the “Board”) of the University approved the recommendation of the University Administration, President, CEO of UW Medicine/Executive Vice President for Medical Affairs/Dean of the School of Medicine and the UW Medicine Board to approve the dissolution and integration of Northwest. The Board voted to approve the dissolution of UW Medicine/Northwest, a Washington nonprofit corporation, of which the University is the sole corporate member, accept the remaining (i.e., post-dissolution) operations, assets and liabilities of the UW Medicine/Northwest corporate entity, and authorize the President to delegate to the CEO of UW Medicine/Executive Vice President for Medical Affairs/Dean of the School of Medicine, with the review and advice of the UW Medicine Board, authority to take all action necessary to combine the hospital operations of UW Medicine/Northwest into the UW Medical Center and to manage them as part of UW Medical Center going forward.

The integration is expected to take effect no later than January 1, 2020, at which point Northwest would be operated as a second campus of UW Medical Center and the two-campus hospital would be financially, clinically and administratively integrated. Upon integration and dissolution of UW Medicine/Northwest, all Northwest assets and liabilities would transfer to the University to be reported as part of UW Medical Center.

Following integration, Northwest revenues would cease to be revenue or income separately reported as an exclusion from General Revenues. Instead Northwest hospital and clinic operating revenues would be part of UW Medical Center revenues, which already are included within General Revenues. If integration and dissolution were not to proceed, and Northwest revenue remains a separate item, Northwest revenue would not be included in General Revenues unless and until it can be added by certificate of the Controller. See “Supplemental Bondholder Information-Medical Centers” of the 2017 Bondholders Report filed on January 24, 2018, for information regarding financial results and patient activity statistics, each showing historical performance of the two hospitals.

Dated: February 13, 2018

Notes Regarding this Voluntary Disclosure: The University is required under continuing disclosure undertakings to provide notice of the consummation of a merger, consolidation, or acquisition, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms, if material. If and when the University enters into a definitive agreement with respect to the integration of Northwest, if material, the University will file a notice pursuant to such undertakings.

The University is filing this information regarding Board approval as a voluntary filing on the Municipal Securities Rulemaking Board’s Electronic Municipal Market Access (“EMMA”) system. This information is only accurate as of

its date. The provision of this information to EMMA is not intended as an offer to sell any security. No representation is made as to whether this information is material or important with respect to any particular outstanding debt issue of the University or whether other events have occurred with respect the University or its outstanding debt that might be material or important to owners of the University's outstanding debt. Certain statements contained in this notice Statement are "forward-looking statements." No assurance can be given that the future results discussed herein will be achieved, and actual results may differ materially.