STATE OF WASHINGTON DEPARTMENT OF HEALTH

Olympia, Washington 98504

June 30, 2022

Jenna Gilbreath, Director, Special Projects DaVita, Inc. – North Star Division 32275 32nd Avenue South Federal Way, WA 98001

Sent via e-mail: jenna.gilbreath@davita.com

RE: Certificate of Need Application #22-12 – Certificate of Need #1939

Jenna Gilbreath:

Attached is Certificate of Need (CN) #1939 issued to Total Renal Care Inc., a subsidiary of DaVita Inc., approving the addition of three dialysis stations to DaVita Kennewick Dialysis Center, for a facility total of 13 dialysis stations, consisting of 12 general use stations and one non-exempt isolation station.

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:

Jenna Gilbreath, DaVita, Inc. Certificate of Need Application #22-12 June 30, 2022 Page 2 of 2

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:

Mailing Address:
Department of Health
Adjudicative Service Unit
Mail Stop 47879
Olympia, WA 98504-7879

Physical Address
Department of Health
Adjudicative Service Unit
111 Israel Road SE
Tumwater, WA 98501

We monitor projects until completed or the expiration date, whichever occurs first. 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,

Eric Hernandez, Program Manager

Certificate of Need

Office of Community Health Systems

Attachment



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 #1939 is issued to:

Applicant's Legal Name: Total Renal Care Inc., a subsidiary of DaVita, Inc.

Applicant's Current Address:2000 16th Street, Denver, CO 80202Facility TypeEnd State Renal Disease FacilityProject TypeEnd State Renal Disease FacilityFacility Name:Kennewick Dialysis Center

Facility Address: 3208 West 19th Avenue, Suite 101, Kennewick, WA 99337

ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORD AND EVALUATION DATED JUNE 21, 2022 (CN APP # 22-12).

Project Description

This certificate approves the addition of three dialysis stations to DaVita's 10-station Kennewick Dialysis Center, for a total of 13 dialysis stations, including one non-exempt isolation station. A breakdown of the dialysis stations after project completion is shown below:

Station Type	CMS Certified Stations	Station Counted for Station Use and Methodology
General Use In-Center Stations	12	12
Permanent Bed Station	0	0
Exempt Isolation Station	0	0
Isolation Station	1	1
Total Stations	13	13

Services provided at Kennewick Dialysis Center include: in-center hemodialysis, home hemodialysis, a non-exempt isolation station, dialysis for patients visiting Benton County, and shifts beginning after 5:00 pm.

Service Area

Benton County ESRD Planning Area

Conditions

- 1. Approval of the project description as stated above. DaVita 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. DaVita shall finance this project using existing capital reserves, as described in the application.
- 3. DaVita agrees that after conversion of the current exempt isolation station to a non-exempt isolation station, Kennewick Dialysis Center is not eligible to add another exempt isolation station under WAC 246-310-809.

Approved Capital Expenditure

The approved capital expenditure for this three-station addition is \$448,428, which includes construction, costs for fixed and moveable equipment, associated fees, and sales tax. All costs are to be paid by DaVita Inc. from its existing corporate reserves.

This Certificate authorizes commencement of the project from June 30, 2022 to June 30, 2024 unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: June 30, 2022

Eric Hernandez, Program Manager Community Health Systems

This Certificate is not transferable