



State of Washington  
Department of Health

March 23, 2016

CERTIFIED MAIL # 7009 0960 0000 5565 0222

Kathryn Cullen, Director Special Projects  
DaVita HealthCare Partners, Inc. – North Star Division Office  
32275 – 32<sup>nd</sup> Avenue South  
Federal Way, Washington 98001

CN: 16-08

Dear Ms. Cullen:

Enclosed is Certificate of Need #1568 issued to DaVita Healthcare Partners, Inc. approving the establishment of DaVita Elk Plain Dialysis Center in Pierce County planning area #5. At project completion, DaVita Elk Plain Dialysis Center will have eleven approved stations as noted on the certificate.

The certificate is not 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:

Kathryn Cullen, Director Special Projects  
DaVita HealthCare Partners, Inc.  
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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:  
Adjudicative Service Unit  
Mail Stop 47879  
Olympia, WA 98504-7879

Physical Address:  
Adjudicative Service Unit  
111 Israel Road SE  
Tumwater, WA 98501

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 Janis Sigman, Manager of the Certificate of Need Program at (360) 236-2955.

Sincerely,



Bart Eggen  
Acting Director, Office of 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 #1568 is issued to:**

**Legal Name of Applicant:** DaVita HealthCare Partners, Inc.  
**Address of Applicant:** 2000 – 16<sup>th</sup> Street, Denver, Colorado 80202  
**Type of Service:** End Stage Renal Disease Facility  
**Facility Name:** DaVita Elk Plain Dialysis Center  
**Facility Address:** 204<sup>th</sup> Street East and Mountain Highway, Spanaway, Washington 98387

**ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT’S RECORD AND EVALUATION DATED MARCH 4, 2016, (CN App #16-08)**

**Project Description:**

This certificate approves the establishment of a new 11-station dialysis center in Spanaway within Pierce County planning area #5. At project completion, the dialysis center will be approved to certify and operate eleven dialysis stations. Services to be provided at DaVita Elk Plain Dialysis Center include peritoneal and hemodialysis training and support with treatment shifts beginning after 5:00 p.m., a permanent bed station, and an isolation station. A breakdown of all 11 stations is below:

**DaVita Elk Plain Dialysis Center**

Private Isolation Room	1
Permanent Bed Station	1
Other In-Center Stations	9
<b>Total</b>	<b>11</b>

After the 11 stations are relocated from the 21-station DaVita Parkland Dialysis Center, the dialysis center would have 10 stations remaining. A breakdown of the remaining 10 stations is shown below.

**DaVita Parkland Dialysis Center**

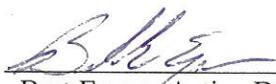
Private Isolation Room	1
Permanent Bed Station	1
Other In-Center Stations	8
<b>Total</b>	<b>10</b>

Conditions:

See page two.

This Certificate authorizes commencement of the project from March 23, 2016, to March 23, 2018, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: March 23, 2016

  
 Bart Eggen, Acting Director  
 Office of Community Health Systems

**This Certificate is not transferable**

## Certificate of Need #1568

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#### Conditions:

1. DaVita HealthCare Partners, Inc. agrees with the project description as stated above. DaVita HealthCare Partners, Inc. 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 HealthCare Partners, Inc. must decertify 11 stations from the 21-station DaVita Parkland Dialysis Center no later than 30 days following the opening of the new 11-station dialysis center. At project completion, DaVita Elk Plain Dialysis Center would be approved to certify and operate 11 dialysis stations.
3. Prior to providing services, DaVita HealthCare Partners, Inc. will provide an executed copy of the medical director agreement for the department's review and approval. The executed medical director agreement must be consistent with the draft provided in the application.
4. Prior to providing services at DaVita Elk Plain Dialysis Center, DaVita HealthCare Partners, Inc. will provide an executed copy of the dialysis center ancillary and support services agreement for the department's review and approval. The executed ancillary and support services agreement must be consistent with the draft provided in the application.

#### Approved Capital Costs:

The approved capital expenditure associated with this project is \$1,594,322. This amount represents the total capital expenditure of \$1,636,622, minus the landlord's project costs of \$42,300