

# STATE OF WASHINGTON DEPARTMENT OF HEALTH

Olympia, Washington 98504

December 8, 2014

CERTIFIED MAIL # 7009 0960 0000 5565 0369

David Natali, Operations Coordinator DaVita Healthcare Partners, Inc. 32275 – 32<sup>nd</sup> Avenue South Federal Way, Washington 98001

RE: CN #1540

Dear Mr. Natali:

Enclosed is Certificate of Need #1540 approving the establishment of a four station dialysis center in Burlington, within Skagit County. Issuance of this Certificate is based on the Dispute Resolution Agreement signed by both Puget Sound Kidney Centers and DaVita Healthcare Partners on October 2, 2014. The Dispute Resolution was signed by the presiding officer on October 27, 2014.

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. 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 David Natali, Operations Coordinator DaVita Healthcare Partners, Inc. December 8, 2014 Page 2 of 2

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) 23672955.

Steven M. Saxe, FACHE

Director, 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 #1540 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 Burlington Dialysis Center

145 Cascade Place, #100

**Facility Address:** 

Burlington, Washington 98233

ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORD, EVALUATION DATED JULY 20, 2012 (App #12-22), JUDICAL REVIEW ORDER DATED SEPTEMBER 5, 2014, AND THE DISPUTE RESOLUTION AGREEMENT SIGNED BY THE PARTIES AND MADE EFFECTIVE ON OCTOBER 2, 2014, AND APPROVED BY THE PRESIDING OFFICER ON OCTOBER 27, 2014.

#### **Project Description:**

DaVita is approved to operate a 4-station facility providing hemodialysis, peritoneal dialysis, home hemodialysis and peritoneal training, shifts after 5:00 p.m., backup hemodialysis for home dialysis patients, and visitor hemodialysis for dialysis patients. The stations are listed below.

Home Training	1
Private Isolation Room	1
Permanent Bed Station	1
Other In-Center Stations	1
Total	4

Service Area

Skagit County

**Conditions** 

See Attached Conditions

**Approved Capital Expenditure** 

The approved capital expenditure associated with this project is \$1,398,575.

This Certificate authorizes commencement of the project from <u>December 8, 2014</u>, to <u>December 8, 2016</u>, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

**Date Certificate Issued:** 

December 8, 2014

Steven Saxe, Director

This Certificate is not transferable.

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### **Conditions:**

- 1. DaVita HealthCare Partners, Inc. agrees with the project description as stated on above.
- 2. Prior to providing services, DaVita will provide a copy of the executed Medical Director's contract for review and approval. The execute contract must be consistent with the draft reviewed by the department.
- 3. Prior to providing services, DaVita HealthCare Partners, Inc. to provide a copy of the executed transfer agreement with a local hospital that is consistent with the example presented in the application.