

STATE OF WASHINGTON

DEPARTMENT OF HEALTH

PO Box 47852 Olympia, Washington 98504-7852

February 14, 2018

CERTIFIED MAIL # 7016 3010 0001 0575 0976

Austin Ross, Vice President of Planning Northwest Kidney Centers 700 Broadway Seattle, Washington 98122-4302

RE: Certificate of Need Application #17-41

Dear Mr. Ross:

Enclosed is Certificate of Need #1630 issued to Northwest Kidney Centers approving the establishment of NKC Rainier Beach in King County End Stage Renal Disease planning area #2.

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:

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

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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 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,

Nancy Tyson, Executive Director Health Facilities and Certificate of Need Washington State Department of Health

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 #1630 is issued to:

Legal Name of Applicant:

Northwest Kidney Centers

Address of Applicant:

700 Broadway, Seattle, Washington 98122-4302

Type of Service:

End Stage Renal Disease Facility

Facility Name:

NKC Rainier Beach

Facility Address:

4401 South Trenton Street, Seattle, Washington, 98118

ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORD AND EVALUATION DATED FEBRUARY 1, 2018 (CN App #17-41)

Project Description

This certificate approves the construction of a new, 12-station dialysis facility to be located in Seattle within King County planning area #2. The facility would be known as NKC Rainier Beach. Eight of the stations will be relocated from NKC Seattle Kidney Center; the remaining four will be relocated from NKC Elliott Bay Kidney Center. At project completion, the dialysis center is approved to certify and operate 12 dialysis stations. Services to be provided at NKC Rainier Beach include in-center hemodialysis, peritoneal and hemodialysis training and backup, treatment shifts beginning after 5:00 p.m., a permanent bed station, and a dedicated isolation/private room. A breakdown of the approved 12 stations is shown below:

Private Isolation Station	1
Permanent Bed Station	1
Other In-Center Stations	10
Total In-Center Stations	12

Following project completion, NKC Elliot Bay would be approved to certify and operate 14 stations and NKC Seattle would be approved to certify and operate 30 stations.

Service Area

King County planning area #2

Conditions

Conditions Identified on Page Two

Approved Capital Expenditure

The approved capital expenditure for this 12-station facility is \$12,622,415. Of this amount, NKC is responsible for \$12,547,415.

This Certificate authorizes commencement of the project from <u>February 14, 2018</u> to <u>February 14, 2020</u> unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: February 14, 2018

Nancy Tyson, Executive Director

Health Facilities and Certificate of Need Washington State Department of Health

This Certificate is not transferable

Certificate of Need #1630 Page Two

Conditions

- 1. Approval of the project description as stated above. Northwest Kidney Centers 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. Northwest Kidney Centers will finance the project as described in the application.
- 3. No later than 30 days following CMS certification of NKC Rainier Beach, Northwest Kidney Centers will request Centers for Medicare and Medicaid Services (CMS) to decertify and cease operation of 8 stations at the NKC Seattle Kidney Center and 4 stations from NKC Elliott Bay Kidney Center
- 4. Prior to providing services, Northwest Kidney Centers 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.
- 5. Prior to providing services at NKC Rainier Beach, Northwest Kidney Centers will provide an updated transfer agreement listing NKC Rainier Beach as part of the agreement for the department's review and approval