



STATE OF WASHINGTON
DEPARTMENT OF HEALTH

August 9, 2012

CERTIFIED MAIL # 7011 1570 0002 7808 8089

Jason Bosh, Regional Operations Director
DaVita, Inc. – North Star, Region 1
1301 A Street, #400
Tacoma, Washington 98402

Re: CN #12-05

Dear Mr. Bosh:

Enclosed is Certificate of Need #1483 issued to DaVita, Inc. approving the relocation of Whidbey Island Dialysis Center located in Island County.

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 affected 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

Other Than By Mail
Department of Health
Adjudicative Service Unit
111 Israel Road SE
Tumwater, WA 98501

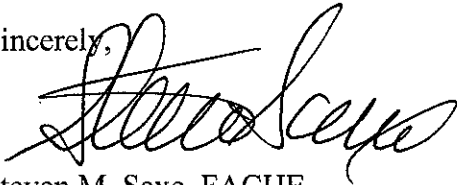


Jason Bosh, Regional Operations Director
DaVita, Inc. – North Star, Region 1
August 9, 2012
Page 2 of 2

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

Sincerely,

A handwritten signature in black ink, appearing to read "Steven M. Saxe". The signature is fluid and cursive, with the first name "Steven" and last name "Saxe" clearly distinguishable.

Steven M. Saxe, FACHE
Director, Health Professions and Facilities

Enclosure

cc: Linda Foss, Department of Health, Investigations and Inspections Office



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 #1483 is issued to:

Legal Name of Applicant: DaVita, Inc.
Address of Applicant: 1551 Wewatta Street, Denver, Colorado 80202
Type of Service: End Stage Renal Disease Facility
Facility Name: DaVita-Whidbey Island Dialysis Center
Facility Address: 32650 State Route 20, Building E, Oak Harbor, Washington 98277

ISSUANCE OF THIS CERTIFICATE OF NEED IS BASED ON THE DEPARTMENT'S RECORD AND EVALUATION DATED JULY 11, 2012 (App #12-05)

Project Description:

DaVita, Inc. is approved to relocate Whidbey Island Dialysis Center, in its entirety, to a different building at the same address. The address of the new site is 32650 State Route 20, Building D, Suite 101, in Oak Harbor, Washington [98277].

Once relocated, Whidbey Island Dialysis Center would certify and operate five dialysis stations. The facility will provide the following services: in-center hemodialysis, backup hemodialysis for home dialysis patients, visitor hemodialysis, and an isolation station. The stations are listed below.

Private Isolation Room	1
Other In-Center Stations	4
Total	5

Service Area
Island County

Conditions

DaVita, Inc. agrees with the project description above.

Approved Capital Expenditure

The approved capital expenditure associated with the relocation of Whidbey Island Dialysis Center is \$1,366,139. This amount represents the total capital expenditure of \$1,446,139 minus the landlord's project costs of \$80,000.

This Certificate authorizes commencement of the project from August 9, 2012, to August 9, 2014, unless extended, withdrawn, suspended, or revoked in accordance with applicable sections of the Certificate of Need law and regulations.

Date Certificate Issued: August 9, 2012

Steven Saxe
Director, Health Professions and Facilities

This Certificate is not transferable.