



STATE OF ILLINOIS  
**HEALTH FACILITIES AND SERVICES REVIEW BOARD**

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<b>DOCKET ITEM:</b> C-16	<b>BOARD MEETING:</b> October 30, 2018	<b>EXEMPTION NUMBER:</b> E-057-18
<b>EXEMPTION APPLICANT(S):</b> DaVita Inc. and Renal Treatment Centers-Illinois, Inc.		
<b>FACILITY NAME and LOCATION:</b> Presence St. Mary's Medical Center Dialysis, Kankakee		

**STATE BOARD STAFF REPORT**  
**CHANGE OF OWNERSHIP EXEMPTION REQUEST**

**I. The Exemption Application**

The Applicants (DaVita Inc. and Renal Treatment Centers-Illinois, Inc.) propose a change of ownership of Presence Saint Mary's Hospital Dialysis a 24-station ESRD facility located at 455 West Court Street, Kankakee, Illinois (#E-057-18). The operating entity is Renal Treatment Centers-Illinois, Inc. and the owner of the site is Presence Central and Suburban Hospitals Network. This transaction is considered a purchase resulting in a change in the operating entity. The cost of this transaction is \$7,260,000. The anticipated project completion date is July 1, 2019.

Presence Central and Suburban Hospitals Network is currently the approved operating entity of Presence Saint Mary's Hospital Dialysis. Following the transaction, DaVita Inc. will wholly own Presence Saint Mary's Hospital Dialysis. Renal Treatment Centers-Illinois, Inc. will be the operating entity for the facility. DaVita has 100% ownership interest in Renal Treatment Centers - Illinois, Inc.

This change of ownership is before the State Board because the Applicants are proposing a change in the operating entity of a health care facility.

**II. Applicable Rules**

The Illinois Health Facilities Planning Act defines a change of ownership as

“ . . . a change in the person who has ownership or control of a health care facility’s physical plant and capital assets. A change in ownership is indicated by the following transactions: sale, transfer, acquisition, lease, change of sponsorship or other means of transferring control.”

The State Board’s rule (77 IAC 1130.500 & 77 ILAC 1130.520) specifies the requirements necessary for a change of ownership exemption application to be filed with the State Board. The State Board may, by rule, delegate authority to the Chairman to grant permits or exemptions when applications meet all of the State Board's review criteria and are unopposed [20 ILCS 3960/5].

An exemption shall be approved when information required by the Board by rule is submitted [20 ILCS 3960/6].

**The State Board Staff Notes:** No support or opposition letters were submitted and there was no request for a public hearing. All of the requirements of the State Board have been met.

DaVita Inc. (Illinois Facilities)			
	2015	2016	2017
Net Patient Revenue	\$311,361,089	\$353,226,322	\$357,821,315
Amount of Charity Care (charges)	\$2,791,566	\$2,400,299	\$2,818,603
Cost of Charity Care	\$2,791,566	\$2,400,299	\$2,818,603

**STATE BOARD STAFF FINDS THE EXEMPTION FOR CHANGE OF OWNERSHIP IN CONFORMANCE WITH CRITERIA (77 ILAC 1130.500 & 77 ILAC 1130.520)**

# E-057-18 Presence St Mary's Dialysis Center - Kankakee

