

REASONS FOR DISCONTINUATION – REVIEW CRITERION

The Waterloo facility has been operating at an average utilization of 28%* with 6 stations over the past 5 years. Due to this continual adversely low utilization, Fresenius Medical Care has determined that continuing to operate the facility is not economically feasible and will impair its financial viability. There are four other clinics within this market operating at an average of 52% utilization. Fresenius Belleville can easily accommodate the 13 current patients of the Waterloo facility if they so choose. For those who may choose a facility closer to their home, there are 3 facilities, owned by DaVita, operating at an average 48% utilization. Some patients, per their physician orders, will also be encouraged to try home dialysis modalities as an increasing number of patients are moving into home therapies. This falls in line with President Trump's executive order on advancing American Kidney Health.

*Per the 4th quarter HFSRB in-center hemodialysis facility patient census for 2014-2018 and June 30, 2019.