

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6047(e), and 6058(a) of the Internal Revenue Code (the Code). <p style="text-align: center;">▶ Complete all entries in accordance with the instructions to the Form 5500.</p>	OMB Nos. 1210-0110 1210-0089 2010 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2010 or fiscal plan year beginning <u>01/01/2010</u> and ending <u>12/31/2010</u>	
A This return/report is for:	☐ a multiemployer plan; ☐ a multiple-employer plan; or ☒ a single-employer plan; ☐ a DFE (specify) ____
B This return/report is:	☒ the first return/report; ☐ the final return/report; ☒ an amended return/report; ☐ a short plan year return/report (less than 12 months).
C If the plan is a collectively-bargained plan, check here.	☐
D Check box if filing under:	☒ Form 5558; ☐ automatic extension; ☐ the DFVC program; ☐ special extension (enter description)

Part II	Basic Plan Information —enter all requested information				
1a Name of plan <u>LIBERTY DIALYSIS, LLC 401(K) PLAN</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">1b Three-digit plan number (PN) ▶</td> <td style="width: 20%; text-align: center;"><u>001</u></td> </tr> <tr> <td colspan="2">1c Effective date of plan <u>01/01/2010</u></td> </tr> </table>	1b Three-digit plan number (PN) ▶	<u>001</u>	1c Effective date of plan <u>01/01/2010</u>	
1b Three-digit plan number (PN) ▶	<u>001</u>				
1c Effective date of plan <u>01/01/2010</u>					
2a Plan sponsor's name and address (employer, if for a single-employer plan) (Address should include room or suite no.) <u>LIBERTY DIALYSIS, LLC</u> <u>7650 SE 27TH STREET, STE 200</u> <u>MERCER ISLAND, WA 98040</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td>2b Employer Identification Number (EIN) <u>26-2507370</u></td> </tr> <tr> <td>2c Sponsor's telephone number <u>206-588-8620</u></td> </tr> <tr> <td>2d Business code (see instructions) <u>621492</u></td> </tr> </table>	2b Employer Identification Number (EIN) <u>26-2507370</u>	2c Sponsor's telephone number <u>206-588-8620</u>	2d Business code (see instructions) <u>621492</u>	
2b Employer Identification Number (EIN) <u>26-2507370</u>					
2c Sponsor's telephone number <u>206-588-8620</u>					
2d Business code (see instructions) <u>621492</u>					

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature.	11/30/2011	DEBBIE LACHANCE
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE			
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500.

Form 5500 (2010)
v.092307.1

3a Plan administrator's name and address (if same as plan sponsor, enter "Same") LIBERTY DIALYSIS, LLC 7650 SE 27TH STREET, STE 200 MERCER ISLAND, WA 98040	3b Administrator's EIN 26-2507370 3c Administrator's telephone number 206-588-8620
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4 If the name and/or EIN of the plan sponsor has changed since the last return/report filed for this plan, enter the name, EIN and the plan number from the last return/report: a Sponsor's name	4b EIN 4c PN
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5 Total number of participants at the beginning of the plan year	5	1183
6 Number of participants as of the end of the plan year (welfare plans complete only lines 6a , 6b , 6c , and 6d).		
a Active participants.....	6a	1513
b Retired or separated participants receiving benefits.....	6b	4
c Other retired or separated participants entitled to future benefits.....	6c	59
d Subtotal. Add lines 6a , 6b , and 6c	6d	1576
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.....	6e	0
f Total. Add lines 6d and 6e	6f	1576
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item).....	6g	823
h Number of participants that terminated employment during the plan year with accrued benefits that were less than 100% vested.....	6h	92
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item)	7	

8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristic Codes in the instructions:
 2A 2E 2G 2J 2T 3D 2F 2K

b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristic Codes in the instructions:

9a Plan funding arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor	9b Plan benefit arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor
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10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)

a Pension Schedules (1) ☒ R (Retirement Plan Information) (2) ☐ MB (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary (3) ☐ SB (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary	b General Schedules (1) ☒ H (Financial Information) (2) ☐ I (Financial Information – Small Plan) (3) ☐ A (Insurance Information) (4) ☒ C (Service Provider Information) (5) ☐ D (DFE/Participating Plan Information) (6) ☐ G (Financial Transaction Schedules)
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SCHEDULE C (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Service Provider Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ▶ File as an attachment to Form 5500.	OMB No. 1210-0110
		2010
		This Form is Open to Public Inspection.
For calendar plan year 2010 or fiscal plan year beginning 01/01/2010 and ending 12/31/2010		
A Name of plan LIBERTY DIALYSIS, LLC 401(K) PLAN		B Three-digit plan number (PN) ▶ 001
C Plan sponsor's name as shown on line 2a of Form 5500 LIBERTY DIALYSIS, LLC		D Employer Identification Number (EIN) 26-2507370

Part I	Service Provider Information (see instructions)
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You must complete this Part, in accordance with the instructions, to report the information required for **each person** who received, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of monetary value) in connection with services rendered to the plan or the person's position with the plan during the plan year. If a person received **only** eligible indirect compensation for which the plan received the required disclosures, you are required to answer line 1 but are not required to include that person when completing the remainder of this Part.

1 Information on Persons Receiving Only Eligible Indirect Compensation

a Check "Yes" or "No" to indicate whether you are excluding a person from the remainder of this Part because they received only eligible indirect compensation for which the plan received the required disclosures (see instructions for definitions and conditions)..... ☒ Yes ☐ No

b If you answered line 1a "Yes," enter the name and EIN or address of each person providing the required disclosures for the service providers who received only eligible indirect compensation. Complete as many entries as needed (see instructions).

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation	
MERRILL LYNCH, PIERCE, FENNER	RETIREMENT GRP/DEBBIE SAWYER 1400 MERRILL LUNCH DR 4TH FLOOR PENNINGTON, NJ 08534

(b) Enter name and EIN or address of person who provided you disclosure on eligible indirect compensation
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2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

NATIONWIDE

ONE NATIONWIDE PLAZA
COLUMBUS, OH 43215

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
15 37 49 64 99	PROVIDER	8346	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

NATIONAL BENEFIT SERVICES, LLC

8523 SOUTH REDWOOD ROAD
WEST JORDAN, UT 84088

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
15 37 49 64	THIRD PARTY ADMINISTRATOR	11550	Yes ☒ No ☐	Yes ☐ No ☒	12672	Yes ☐ No ☒

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

Part I Service Provider Information (continued)

3 If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
NATIONAL BENEFIT SERVICES, LLC	49 64	12672

(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.
NATIONWIDE ONE NATIONWIDE PLAZA COLUMBUS, OH 43215	ADVISORY/SERVICE PROVIDER FEE ADMINISTRATIVE SERVICES FEE/OV

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation

(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation

(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.

Part II Service Providers Who Fail or Refuse to Provide Information

4 Provide, to the extent possible, the following information for each service provider who failed or refused to provide the information necessary to complete this Schedule.

(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
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(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide

Part III	Termination Information on Accountants and Enrolled Actuaries (see instructions) (complete as many entries as needed)
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a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN;
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN;
c Position:	
d Address:	e Telephone:

Explanation:

SCHEDULE H (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110
		2010
		This Form is Open to Public Inspection

For calendar plan year 2010 or fiscal plan year beginning **01/01/2010** and ending **12/31/2010**

A Name of plan LIBERTY DIALYSIS, LLC 401(K) PLAN	B Three-digit plan number (PN) ►	001
C Plan sponsor's name as shown on line 2a of Form 5500 LIBERTY DIALYSIS, LLC	D Employer Identification Number (EIN) 26-2507370	

Part I	Asset and Liability Statement
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1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a		
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)		
(2) Participant contributions	1b(2)		
(3) Other	1b(3)		
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)		
(2) U.S. Government securities	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property)	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)		223829
(9) Value of interest in common/collective trusts	1c(9)		
(10) Value of interest in pooled separate accounts	1c(10)		
(11) Value of interest in master trust investment accounts	1c(11)		
(12) Value of interest in 103-12 investment entities	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds)	1c(13)		10275165
(14) Value of funds held in insurance company general account (unallocated contracts)	1c(14)		
(15) Other	1c(15)		

1d Employer-related investments:

		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)		
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	0	10498994

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h		
i Acquisition indebtedness	1i		
j Other liabilities	1j		
k Total liabilities (add all amounts in lines 1g through 1j)	1k	0	0

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	0	10498994
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Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income**a Contributions:**

		(a) Amount	(b) Total
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	726037	
(B) Participants	2a(1)(B)	2316423	
(C) Others (including rollovers)	2a(1)(C)	439267	
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		3481727

b Earnings on investments:**(1) Interest:**

(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)		
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)		
(D) Loans (other than to participants)	2b(1)(D)		
(E) Participant loans	2b(1)(E)	8151	
(F) Other	2b(1)(F)		
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		8151

(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)		
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)		
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		0

(3) Rents	2b(3)		
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(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)		
(B) Aggregate carrying amount (see instructions)	2b(4)(B)		
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		0

		(a) Amount	(b) Total
2b (5) Unrealized appreciation (depreciation) of assets: (A) Real estate.....	2b(5)(A)		
(B) Other	2b(5)(B)		
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		0
(6) Net investment gain (loss) from common/collective trusts	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		868142
c Other income.....	2c		
d Total income. Add all income amounts in column (b) and enter total.....	2d		4358020

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers	2e(1)	489893	
(2) To insurance carriers for the provision of benefits	2e(2)		
(3) Other	2e(3)		
(4) Total benefit payments. Add lines 2e(1) through (3)	2e(4)		489893
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions).....	2g		
h Interest expense.....	2h		
i Administrative expenses: (1) Professional fees	2i(1)		
(2) Contract administrator fees	2i(2)		
(3) Investment advisory and management fees	2i(3)		
(4) Other	2i(4)		
(5) Total administrative expenses. Add lines 2i(1) through (4)	2i(5)		0
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		489893

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d	2k		3868127
l Transfers of assets:			
(1) To this plan.....	2l(1)		6630867
(2) From this plan	2l(2)		

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) ☐ Unqualified (2) ☐ Qualified (3) ☒ Disclaimer (4) ☐ Adverse

b Did the accountant perform a limited scope audit pursuant to 29 CFR 2520.103-8 and/or 103-12(d)? ☒ Yes ☐ No

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: MCGLADREY & PULLEN, LLP

(2) EIN: 42-0714325

d The opinion of an independent qualified public accountant is **not attached** because:

(1) ☐ This form is filed for a CCT, PSA, or MTIA. (2) ☐ It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

- 4** CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete 4j and 4l. MTIAs also do not complete 4l.

During the plan year:

	Yes	No	Amount
a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.).....		X	
b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.).....		X	
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.).....		X	
e Was this plan covered by a fidelity bond?.....		X	
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.).....		X	
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.).....		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?.....		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.).....	X		
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.	X		

- 5a** Has a resolution to terminate the plan been adopted during the plan year or any prior plan year?
If yes, enter the amount of any plan assets that reverted to the employer this year ☐ Yes ☒ No Amount:

- 5b** If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)

5b(2) EIN(s)	5b(3) PN(s)

SCHEDULE R (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Retirement Plan Information This schedule is required to be filed under section 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code). ▶ File as an attachment to Form 5500.	OMB No. 1210-0110
		2010
		This Form is Open to Public Inspection.

For calendar plan year 2010 or fiscal plan year beginning <u>01/01/2010</u> and ending <u>12/31/2010</u>		
A Name of plan <u>LIBERTY DIALYSIS, LLC 401(K) PLAN</u>	B Three-digit plan number (PN) ▶	<u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>LIBERTY DIALYSIS, LLC</u>		
D Employer Identification Number (EIN) <u>26-2507370</u>		

Part I	Distributions
---------------	----------------------

All references to distributions relate only to payments of benefits during the plan year.

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions.....

1	
----------	--

2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits):
EIN(s): 31-4156830

Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.

3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year.....

3	
----------	--

Part II	Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part)
----------------	--

4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)?..... ☐ Yes ☐ No ☐ N/A
If the plan is a defined benefit plan, go to line 8.

5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. **Date:** Month _____ Day _____ Year _____
If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.

6 **a** Enter the minimum required contribution for this plan year

6a	
b Enter the amount contributed by the employer to the plan for this plan year	6b
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount).....	6c

If you completed line 6c, skip lines 8 and 9.

7 Will the minimum funding amount reported on line 6c be met by the funding deadline? ☐ Yes ☐ No ☐ N/A

8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change?..... ☐ Yes ☐ No ☐ N/A

Part III	Amendments
-----------------	-------------------

9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box(es). If no, check the "No" box..... ☐ Increase ☐ Decrease ☐ Both ☐ No

Part IV	ESOPs (see instructions). If this is not a plan described under Section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.
----------------	---

10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan?..... ☐ Yes ☐ No

11 **a** Does the ESOP hold any preferred stock? ☐ Yes ☐ No
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.) ☐ Yes ☐ No

12 Does the ESOP hold any stock that is not readily tradable on an established securities market? ☐ Yes ☐ No

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that contributed more than 5% of total contributions to the plan during the plan year (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month Day Year

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete items 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents)

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify):

- 14** Enter the number of participants on whose behalf no contributions were made by an employer as an employer of the participant for:

a The current year	14a	
b The plan year immediately preceding the current plan year	14b	
c The second preceding plan year	14c	

- 15** Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:

a The corresponding number for the plan year immediately preceding the current plan year	15a	
b The corresponding number for the second preceding plan year	15b	

- 16** Information with respect to any employers who withdrew from the plan during the preceding plan year:

a Enter the number of employers who withdrew during the preceding plan year	16a	
b If item 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers	16b	

- 17** If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

Part VI Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans

- 18** If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

- 19** If the total number of participants is 1,000 or more, complete items (a) through (c)

- a** Enter the percentage of plan assets held as:

Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

- b** Provide the average duration of the combined investment-grade and high-yield debt:

☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

- c** What duration measure was used to calculate item 19(b)?

☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify): _____

LIBERTY DIALYSIS LLC 401(K) PLAN

Financial Report
December 31, 2010

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Independent Auditor's Report

To the Plan's Trustees
Liberty Dialysis 401(k) Plan
Mercer Island, Washington

We were engaged to audit the accompanying statement of net assets available for benefits of the Liberty Dialysis LLC 401(k) Plan (the "Plan") as of December 31, 2010, and the related statement of changes in net assets available for benefits for the year ended December 31, 2010, and the supplemental schedule of assets (held at year end) as of December 31, 2010. These financial statements and supplemental schedule are the responsibility of the Plan's management.

As permitted by 29 CFR 2520.103-8 of the United States Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan Administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3, which was certified or provided by Nationwide Trust Company, FSB, Custodian of the Plan, except for comparing this information with the related information included in the financial statements and supplemental schedule. We have been informed by the Plan Administrator that the Custodian holds the Plan's assets and executes transactions. The Plan Administrator has obtained certifications from the Custodian regarding the completeness and accuracy of the information summarized in Note 3 that was provided to the Plan Administrator by the Custodian as of and for the year ended December 31, 2010.

Because of the significance of the information that we did not audit, we are unable to, and do not, express an opinion on the accompanying financial statements and schedule taken as a whole. The form and content of the information included in the financial statements and supplemental schedule, other than that derived from the information certified or provided by the Custodian, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the United States Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

As discussed in Note 7, the Board of Directors of Liberty Dialysis, LLC, the Plan Sponsor, approved the transfer of assets from the Ascend HR Solutions Retirement Plan to the Liberty Dialysis, LLC 401(k) Plan effective January 1, 2010. All applicable assets were transferred to the Plan in January 2010.

McGladrey & Pullen, LLP

Stamford, Connecticut
October 28, 2011

LIBERTY DIALYSIS LLC 401(k) Plan

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
December 31, 2010

Assets

Investments at fair value (Notes 3 and 4)

Mutual funds	\$ 9,289,756
Money market fund	985,409
Total investments	10,275,165

Receivables

Notes receivable from participants	223,829
Employee contributions	150,350
Employer contributions	29,800
Total receivables	403,979

Net assets available for benefits	\$ 10,679,144
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See Notes to Financial Statements.

LIBERTY DIALYSIS LLC 401(k) Plan

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
Year Ended December 31, 2010

Investment Income (Note 3):	
Net appreciation in fair value of investments	\$ 868,142
Interest income on notes receivable from participants (Note 3)	8,151
Contributions:	
Employees' contributions	2,368,437
Employer's contributions	854,173
Rollover contributions	439,267
Total contributions	3,661,877
Deductions:	
Benefits paid to participants	(489,893)
Net increase	4,048,277
Transfers in from PEO (Note 7)	6,630,867
Net Assets Available for Benefits:	
Beginning	-
Ending	\$ 10,679,144

See Notes to Financial Statements.

LIBERTY DIALYSIS LLC 401(k) PLAN

NOTES TO FINANCIAL STATEMENTS December 31, 2010

Note 1. Plan Description

The following description of the Liberty Dialysis, LLC 401(k) Plan (the "Plan") provides only general information. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

General: The Plan is a defined contribution plan covering substantially all employees of Liberty Dialysis, LLC (the "Sponsor"). The Plan was established to receive the assets related to the employees of the Sponsor, which were with a professional employer organization ("PEO") prior to January 1, 2010 (See Note 7). The Plan and Trust of which it is a part are intended to satisfy all of the requirements for a qualified retirement plan under the appropriate provisions of the Internal Revenue Code ("IRC") and similar state tax laws. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA").

Eligibility: Regular employees of the Sponsor who have worked at least 1,000 hours and are 21 years of age or older are eligible to participate in the Plan.

Contributions: Each year, participants may make salary deferral contributions ranging from 1% to 100% of pretax annual compensation, as defined in the Plan. Contributions are subject to certain limitations. In addition, participants may contribute rollover amounts representing distributions from other qualified defined benefit or defined contribution plans. The Sponsor may make a discretionary matching or profit sharing contribution to the Plan. In 2010, the Sponsor made a discretionary matching contribution of 50% of participants' deferrals up to 3% of the participant's compensation. The Sponsor did not make a discretionary profit sharing contribution in 2010.

Participants' accounts: Each participant's account is credited or charged with the participant's contributions, employer matching contributions, an allocation of the Sponsor's discretionary contributions, if any, transfers, withdrawals and an allocation of Plan earnings and losses. Allocations are based on a participant's account balance and the percent each participant's compensation bears to the total compensation of all participants, as defined in the Plan.

Participants' investment options: Participants must direct their salary deferral contributions to selected investments as made available and determined by the Plan Administrator. Participants may change their investment options anytime throughout the year.

Notes receivable from participants: Participants may borrow from their fund accounts a minimum of \$1,000 up to a maximum of \$50,000, or 50% of their vested balance, whichever is less. The loans are secured by the balance in the participant's account and bear interest at rates which are commensurate with local prevailing rates as determined by the Plan Administrator. Principal and interest are paid ratably through payroll deductions. Any outstanding balance of a loan at the time of any distribution due to death, retirement or termination of employment shall be deducted from the amount which would otherwise have been payable to the participant.

Vesting: Participants are immediately vested in their own contributions plus actual earnings thereon. Vesting in the Sponsor's discretionary contribution portion of their accounts is based on years of continuous service. The portion of a participant's account attributable to the Sponsor's discretionary contributions becomes vested as shown below:

<u>Full years of Vesting Service</u>	<u>Percent Vested</u>
Less than 1 year	0%
1 but less than 2 years	25%
2 but less than 3 years	50%
3 but less than 4 years	75%
4 or more years	100%

LIBERTY DIALYSIS LLC 401(k) PLAN

NOTES TO FINANCIAL STATEMENTS, Continued December 31, 2010

Payment of benefits: Upon termination of service due to retirement or disability, a participant may elect to receive a lump sum amount equal to the value of his or her account, or monthly distributions over their life expectancy. In the event of death of the participant, the value of the account will be paid to the spouse or other named beneficiary in a lump sum or installments. In the event of termination for any reason other than retirement, death or disability, if the participant's vested balance is less than \$1,000, the entire vested balance of the participant's account, as valued on the day coinciding with or following the date of termination of employment, shall be paid to the participant as either a direct rollover to an eligible retirement plan or a lump-sum distribution. If the vested balance is greater than \$1,000, the participant has the option not to receive a distribution, and therefore, the balance will remain in the Plan until requested by the participant.

Participants may make withdrawals from the Plan in cases of hardship, as defined in the Plan.

Participant forfeitures: Participant forfeitures will be used first for the payment of Plan administrative expenses and second, to reduce employer contributions. At December 31, 2010, unallocated forfeited non-vested accounts totaled \$22,214. These accounts were used to reduce the 2010 employer contribution receivable.

Administrative expenses: Management fees related to investments are allocated to participant's accounts and offset against gains and losses. All other expenses are paid by the Sponsor.

Plan termination: Although it has not expressed any intent to do so, the Sponsor has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of Plan Termination, participants will become 100 percent vested in their accounts.

Note 2. Significant Accounting Policies

The Plan's significant accounting policies are as follows:

Basis of accounting: The financial statements of the Plan are prepared on the accrual method of accounting.

Investment valuation and income recognition: Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 4 for discussion of fair value measurements.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is accrued when earned and dividend income is accrued on the ex-dividend date. Net appreciation includes the Plan's gains and losses on investments bought and sold as well as held during the year.

Notes receivable from participants: Notes receivable from participants are measured at their unpaid principal balance plus any accrued interest. Delinquent participant loans are reclassified as distributions based upon the terms of the plan document.

Use of estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires Plan Management to make estimates and assumptions that affect the reported amounts of net assets available for benefits and changes therein. Actual results could differ from those estimates.

Payments of benefits: Benefit payments to participants are recorded upon distribution.

Risks and uncertainties: The Plan provides for various investment options that may invest in equity, fixed income or other investment securities. Investment securities are exposed to various risks, such as interest rate, market and credit risks. Due to the level of risk and uncertainty associated with certain investment securities, it is possible that participants' account balances and the amounts reported in the Statement of Net Assets Available for Benefits and the Statement of Changes in Net Assets Available for Benefits could be materially affected in the near term.

LIBERTY DIALYSIS LLC 401(k) PLAN

NOTES TO FINANCIAL STATEMENTS, Continued December 31, 2010

Recent accounting pronouncements: In January 2010, the Financial Accounting Standards Board (FASB) issued an amendment *Fair Value Measurements and Disclosures – Improving Disclosures about Fair Value Measurements* (ASU 2010-06) which requires new disclosures and reasons for transfers of financial assets and liabilities between Levels 1 and 2. This amendment also clarifies that fair value measurement disclosures are required for each class of financial assets and liabilities, and disclosures about inputs and valuation techniques are required for both Level 2 and Level 3 measurements. It further clarifies that the reconciliation of Level 3 measurements should separately present purchases, sales, issuances, and settlements instead of netting these changes. The guidance was effective for the Plan in 2010, except for the guidance related to Level 3 measurements, which is effective for periods beginning on or after December 15, 2010. The adoption of ASU 2010-06 did not have a material impact on the Plans' financial statements.

In September 2010, the FASB issued an amendment, *Plan Accounting – Defined Contribution Pension Plans (Topic 962): Reporting Loans to Participants by Defined Contribution Plans* (ASU 2010-25), which provides guidance on how loans to participants should be classified and measured by defined contribution pension plans. This amendment requires that participant loans be classified as notes receivable from participants, which are segregated from plan investments and measured at their unpaid principal balance plus any accrued but unpaid interest. This amendment requires retroactive application to all periods presented. This amendment was adopted for the year ended December 31, 2010. The adoption resulted in a reclassification of participant loans totaling \$223,821 from investments to notes receivable as of December 31, 2010. There was no impact to the net assets as of December 31, 2010 as a result of the adoption.

In May 2011, the FASB issued Accounting Standards Update (ASU) 2011-04, *Amendments to Achieve Common Fair Value Measurements and Disclosure Requirements in U.S. GAAP and IFRSs*, (ASU 2011-04). ASU 2011-04 amended ASC 820, *Fair Value Measurements and Disclosures*, to converge the fair value measurement guidance in GAAP and International Financial Reporting Standards (IFRSs). Some of the amendments clarify the application of existing fair value measurement requirements, while other amendments change a particular principle in ASC 820. In addition, ASU 2011-04 requires additional fair value disclosures. The amendments are to be applied prospectively and are effective for annual periods beginning after December 15, 2011. Plan management is currently evaluating the effect that the provisions of ASU 2011-04 will have on the Plan's financial statements.

LIBERTY DIALYSIS LLC 401(k) PLAN

NOTES TO FINANCIAL STATEMENTS, Continued December 31, 2010

Note 3. Information Certified and Provided by Nationwide Trust Company, FSB

The following is a summary of the investment information as of December 31, 2010, and for the year ended December 31, 2010, included throughout the Plan's financial statements and supplemental schedule, that was prepared by or derived from information provided by Nationwide Trust Company, FSB (the "Custodian") and furnished to the Plan Administrator. The Plan Administrator has obtained a certification from the Custodian that information provided to the Plan Administrator by the Custodian related to the following investments is complete and accurate. Accordingly, as permitted by 29 CFR 2520.103-8 of the DOL's Rules and Regulations for Reporting and Disclosure under ERISA, the Plan Administrator instructed the Plan's independent auditors not to perform any auditing procedures with respect to information which appears throughout the financial statements and supplemental schedule related to the following assets:

	December 31, 2010
Mutual Funds	
Amcent Growth Fund	\$ 101,605
Amcent Bond Institutional Fund	129
Amcent Large Company Value Fund	220,309
Amfunds Amcap R6 Fund	389,859
Amfunds Cap World Bond R3 Fund	31,204
Amfunds Cap World Bond R6 Fund	96,396
Amfunds Cap World Growth Income R6 Fund	280,259
Blackrock High Yield Bond Investment Fund	173,674
Blackrock Largecap Growth Investment Fund	9,903
Blackrock Largecap Value Investment Fund	52,997
Blackrock Small Mid Cap Growth Investment Fund	2,603
Dreyfus Value Fund	37,463
Dreyfus Active Midcap Fund	74,709
Fidadv Free 2010 Fund	6,005
Fidadv Free 2015 Fund	20,475
Fidadv Free 2020 Fund	13,050
Fidadv Free 2025 Fund	9,451
Fidadv Free 2030 Fund	17,623
Fidadv Free 2035 Fund	49,615
Fidadv Free 2040 Fund	41,808
Fidadv Leverage Company Stock Fund	436,523
Fidadv New Insights Fund	29,360
Franklin Balance Sheet Investment Fund	197,868
Goldman Sachs Growth Opportunity Fund	191,945
Goldman Sachs Largecap Value Fund	45,592
Goldman Sachs Smallcap Value Fund	761
Goldman Sachs Strategic CD Largecap Value Fund	670
JP Morgan Small Cap Value Fund	32,201
Legg Mason Wstras Corplsbd Fund	218
Legg Mason Wstras Infindplse Fund	76,676
Legg Mason Wstras Non US Opportunity Fund	37
Lord Abbett Coporate Fixed Income Fund	51,871
MFS International New Discovery Fund	271,306
Balance (carried forward)	2,964,165

LIBERTY DIALYSIS LLC 401(k) PLAN

NOTES TO FINANCIAL STATEMENTS, Continued December 31, 2010

	December 31, 2010
Balance (brought forward)	2,964,165
MFS Value Fund	207,719
Mainstay Epoch Global Equity Yield Fund	55,306
Neuber Genesis Fund	354,649
NW Investment Destination Conservative Fund	365,788
NW Investment Destination Moderate Aggressive Fund	1,014,233 *
NW Investment Destination Moderate Fund	930,581
Oppenheimer International Bond Fund	20,287
Oppenheimer International Growth Fund	104,862
Oppenheimer Small Mid Cap Growth Fund	155,791
Pimco Real Return Institutional Fund	37,469
Pimco Total Return Fund	475,815
Pimco Total Return Institutional Fund	23,103
Pioneer Emerging Markets Fund	5,213
Pioneer Equity Income Fund	31,161
Pioneer Fund	230,930
Pioneer Strategic Income Fund	277,510
PNC S&P 500 Index Fund	241,248
Principal Largecap Growth Institutional Fund	14,958
Prudential Jennison Health Science Fund	297,104
Aberdeen International Equity Fund	60,732
Aberdeen International Value Fund	312,576
Amcent Infl Prtct Fund	129,076
DWS Real Estate Fund	171,854
JP Morgan Dynamic Small Cap Fund	3,701
Lazard Emerging Markets Fund	666
NW Mid Cap Market Index Fund	97,992
Principal High Yield Institutional Fund	623
Van Kampen Equity Fund	161,825
Turner Small Cap Growth Fund	3,462
UBS US Small Cap Growth Fund	85,319
Vanguard Balanced Index Investment Fund	354,550
Vanguard Small Cap Value Index Investment Fund	74,451
WFA Asia Pacific Investment Fund	2,060
WFA Emerging Markets Equity Fund	304
WFA Endeavor Select Fund	22,673
Total Mutual funds	9,289,756
Money Market Fund	
NW Money Market Institutional Fund	985,409 *
Total Investments	\$ 10,275,165

*Investments representing more than 5% of the Plan's net assets at December 31, 2010.

LIBERTY DIALYSIS LLC 401(k) PLAN

NOTES TO FINANCIAL STATEMENTS, Continued December 31, 2010

The Custodian also certified to the completeness and accuracy of \$868,142 of net appreciation in fair value of investments and \$8,151 of interest on notes receivable from participants for the year ended December 31, 2010.

Note 4. Fair Value Measurements

The FASB Codification provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritized the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1 Inputs to valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value.

Mutual funds: Valued at the net asset value ("NAV") of shares held by the plan at year end.

Money market fund: Valued at the net asset value of shares held by the Plan at year end, which is generally intended to approximate one dollar per share.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Plan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

LIBERTY DIALYSIS LLC 401(k) PLAN

NOTES TO FINANCIAL STATEMENTS, Continued December 31, 2010

The following table sets forth by level within the fair value hierarchy, the Plan's assets at fair value as of December 31, 2010:

	Investments at Fair Value as of December 31, 2010			
	Level 1	Level 2	Level 3	Total
Specialty Funds	\$ 618,905	\$ -	\$ -	\$ 618,905
International Funds	1,200,824	-	-	1,200,824
Small Cap Funds	712,938	-	-	712,938
Mid Cap Funds	999,037	-	-	999,037
Large Cap Funds	1,688,674	-	-	1,688,674
Balanced Funds	2,823,178	-	-	2,823,178
Bonds	1,246,200	-	-	1,246,200
Money Market Funds	-	985,409	-	985,409
Total investments at fair value	\$ 9,289,756	\$ 985,409	\$ -	\$ 10,275,165

Note 5. Tax Status

The Trust established under the Plan to hold the Plan's assets is qualified pursuant to section 401(k) of the Internal Revenue Code ("IRC") and accordingly, the trust's net investment income is exempt from income tax.

The Plan adopted a standardized form of a prototype plan which has received an opinion letter from the Internal Revenue Service dated March 31, 2008 as to the prototype plan's qualified status. The prototype plan opinion letter has been relied upon by this Plan. The Plan Administrator believes the Plan is designed and is being operated in compliance with applicable provisions of the Internal Revenue Code.

Accounting principles generally accepted in the United States of America require plan management to evaluate tax positions taken by the plan. Management evaluated the Plan's tax positions and concluded that the Plan had maintained its tax exempt status and had taken no uncertain tax positions that require recognition or disclosure in the financial statements. Therefore, no provision or liability for income taxes has been included in the financial statements. With few exceptions, the Plan is no longer subject to income tax examinations by the U.S. federal, state, or local tax authorities for years before 2007.

Note 6. Reconciliation to Form 5500

The following is a reconciliation of net assets available for benefits per the financial statements to Form 5500 as of December 31, 2010:

	December 31, 2010
Net assets available for benefits per the financial statements	\$ 10,679,144
Less: Employee contributions receivable	(150,350)
Less: Employer contributions receivable	(29,800)
Differences in:	
Investments	223,829
Receivables - notes receivable from participants	(223,829)
Net assets available for benefits per Form 5500	\$ 10,498,994

LIBERTY DIALYSIS LLC 401(k) PLAN

NOTES TO FINANCIAL STATEMENTS, Continued December 31, 2010

The following is a reconciliation of changes in net assets available for benefits per the financial statements to Form 5500 for the year ended December 31, 2010:

Net increase in net assets available for benefits per the financial statements	\$ 4,048,277
Less:	
Employee contributions receivable	(150,350)
Employer contributions receivable	(29,800)
Net increase in net assets available for benefits per the Form 5500	<u><u>\$ 3,868,127</u></u>

Note 7. Transfer of Assets

Effective January 1, 2010, the Board of Directors voted to approve the transfer of assets from Ascend HR Solutions Retirement Plan to the Liberty Dialysis, LLC 401(k) Plan. All assets were transferred into the Plan in January 2010.

Note 8. Subsequent Events

Effective January 1, 2011, the Plan changed its Custodian from Nationwide Trust Company, FSB to ADP Retirement Services. All assets were immediately transferred.

The Plan has evaluated events through October 28, 2011, the date the financial statements were available to be issued.

LIBERTY DIALYSIS LLC 401(k) Plan

FORM 5500, SCHEDULE H, PART IV, LINE 4i - SCHEDULE OF ASSETS (Held at End of Year)

December 31, 2010

Identity of Issuer	Description of Investment	Current Value
Mutual Funds		
American Century	Amcent Growth Fund (67,644 units)	\$ 101,605
American Century	Amcent Bond Institutional Fund (102 units)	129
American Century	Amcent Large Company Value Fund (200,351 units)	220,309
American Funds	Amfunds Amcap R6 Fund (336,930 units)	389,859
American Funds	Amfunds Cap World Bond R3 Fund (23,519 units)	31,204
American Funds	Amfunds Cap World Bond R6 Fund (93,078 units)	96,396
American Funds	Amfunds Cap World Growth Income R6 Fund (248,350 units)	280,259
Blackrock	Blackrock High Yield Bond Investment Fund (122,329 units)	173,674
Blackrock	Blackrock Largecap Growth Investment Fund (8,921 units)	9,903
Blackrock	Blackrock Largecap Value Investment Fund (57,482 units)	52,997
Blackrock	Blackrock Small Mid Cap Growth Investment Fund (3,139 units)	2,603
Dreyfus	Dreyfus Value Fund (41,767 units)	37,463
Dreyfus	Dreyfus Active Midcap Fund (81,287 units)	74,709
Fidelity	Fidadv Free 2010 Fund (4,969 units)	6,005
Fidelity	Fidadv Free 2015 Fund (16,904 units)	20,475
Fidelity	Fidadv Free 2020 Fund (11,025 units)	13,050
Fidelity	Fidadv Free 2025 Fund (7,988 units)	9,451
Fidelity	Fidadv Free 2030 Fund (15,329 units)	17,623
Fidelity	Fidadv Free 2035 Fund (43,157 units)	49,615
Fidelity	Fidadv Free 2040 Fund (36,607 units)	41,808
Fidelity	Fidadv Leverage Company Stock Fund (301,238 units)	436,523
Fidelity	Fidadv New Insights Fund (20,643 units)	29,360
Franklin	Franklin Balance Sheet Investment Fund (97,414 units)	197,868
Goldman Sachs	Goldman Sachs Growth Opportunity Fund (116,585 units)	191,945
Goldman Sachs	Goldman Sachs Largecap Value Fund (41,896 units)	45,592
Goldman Sachs	Goldman Sachs Smallcap Value Fund (502 units)	761
Goldman Sachs	Goldman Sachs Strategic CD Largecap Value Fund (763 units)	670
JP Morgan	JP Morgan Small Cap Value Fund (19,446 units)	32,201
Legg Mason	Legg Mason Wstras Corplsbd Fund (162 units)	218
Legg Mason	Legg Mason Wstras Infindplse Fund (62,608 units)	76,676
Legg Mason	Legg Mason Wstras Non US Opportunity Fund (31 units)	37
Lord Abbett	Lord Abbett Coporate Fixed Income Fund (39,167 units)	51,871
MFS	MFS International New Discovery Fund (147,484 units)	271,306
MFS	MFS Value Fund (120,680 units)	207,719
Mainstay	Mainstay Epoch Global Equity Yield Fund (48,490 units)	55,306
Neuberger Berman	Neuber Genesis Fund (165,619 units)	354,649
* Nationwide Life Insurance Company	NW Investment Destination Conservative Fund (269,443 units)	365,788
* Nationwide Life Insurance Company	NW Investment Destination Moderate Aggressive Fund (696,753 units)	1,014,233
* Nationwide Life Insurance Company	NW Investment Destination Moderate Fund (652,114 units)	930,581
Oppenheimer	Oppenheimer International Bond Fund (11,181 units)	20,287
Balance (carried forward)		5,912,728

LIBERTY DIALYSIS LLC 401(k) Plan

FORM 5500, SCHEDULE H, PART IV, LINE 4i - SCHEDULE OF ASSETS (Held at End of Year)

December 31, 2010

Identity of Issuer	Description of Investment	Current Value
Mutual Funds	Balance (brought forward)	5,912,728
Oppenheimer	Oppenheimer International Growth Fund (63,885 units)	104,862
Oppenheimer	Oppenheimer Small Mid Cap Growth Fund (84,928 units)	155,791
PIMCO	Pimco Real Return Institutional Fund (28,659 units)	37,469
PIMCO	Pimco Total Return Fund (288,996 units)	475,815
PIMCO	Pimco Total Return Institutional Fund (16,420 units)	23,103
Pioneer	Pioneer Emerging Markets Fund (2,155 units)	5,213
Pioneer	Pioneer Equity Income Fund (36,746 units)	31,161
Pioneer	Pioneer Fund (246,250 units)	230,930
Pioneer	Pioneer Strategic Income Fund (192,900 units)	277,510
PNC	PNC S&P 500 Index Fund (228,647 units)	241,248
Principal	Principal Largecap Growth Institutional Fund (11,239 units)	14,958
Prudential	Prudential Jennison Health Science Fund (180,859 units)	297,104
Aberdeen	Aberdeen International Equity Fund (47,214 units)	60,732
Aberdeen	Aberdeen International Value Fund (435,602 units)	312,576
American Century	Amcent Infl Prtct Fund (127,325 units)	129,076
DWS	DWS Real Estate Fund (126,460 units)	171,854
JP Morgan	JP Morgan Dynamic Small Cap Fund (2,947 units)	3,701
Lazard	Lazard Emerging Markets Fund (391 units)	666
* Nationwide Life Insurance Company	NW Mid Cap Market Index Fund (54,302 units)	97,992
Principal	Principal High Yield Institutional Fund (500 units)	623
Van Kampen	Van Kampen Equity Fund (103,137 units)	161,825
Turner	Turner Small Cap Growth Fund (2,630 units)	3,462
UBS	UBS US Small Cap Growth Fund (70,928 units)	85,319
Vanguard	Vanguard Balanced Index Investment Fund (327,908 units)	354,550
Vanguard	Vanguard Small Cap Value Index Investment Fund (63,776 units)	74,451
Wells Fargo	WFA Asia Pacific Investment Fund (2,630 units)	2,060
Wells Fargo	WFA Emerging Markets Equity Fund (251 units)	304
Wells Fargo	WFA Endeavor Select Fund (24,441)	22,673
	Total Mutual Funds	9,289,756
Money Market Fund		
* Nationwide Life Insurance Company	NW Money Market Institutional Fund (985,409 units)	985,409
	Total Investments	10,275,165
* Participants	Notes receivable from participants	223,829
	Total Assets (Held at End of Year)	\$ 10,498,994

The above information, except for notes receivable from participants, has been certified by Nationwide Trust Company, FSB, as custodian, as complete and accurate.

*Represents a party-in-interest

Plan NameThree-digit plan number (PN): **001**Employer Identification Number: **26-2507370****Schedule of Assets Held for Investment Purposes At End of Year 2010**

[a]	[b] Identify of issue, borrower, lessor, or similar party	[c] Description of investment	[d] Cost	[e] Current Value
	Nationwide Life Insurance Company	AMCENT GR A	N/A	101604.71
	Nationwide Life Insurance Company	AMCENT INFL ADJ BD INST	N/A	128.70
	Nationwide Life Insurance Company	AMCENT LG CO VAL A	N/A	220309.42
	Nationwide Life Insurance Company	AMFDS AMCAP R6	N/A	389858.53
	Nationwide Life Insurance Company	AMFDS CAP WLD BD R3	N/A	31204.14
	Nationwide Life Insurance Company	AMFDS CAP WLD BD R6	N/A	96396.26
	Nationwide Life Insurance Company	AMFDS CAP WLD GR INC R6	N/A	280259.07
	Nationwide Life Insurance Company	BLKRK HI YLD BD INV A	N/A	173674.24
	Nationwide Life Insurance Company	BLKRK LGCAP GR INV A	N/A	9903.30
	Nationwide Life Insurance Company	BLKRK LGCAP VAL INV A	N/A	52996.79
	Nationwide Life Insurance Company	BLKRK SMMDCAP GR INV A	N/A	2602.83
	Nationwide Life Insurance Company	DE VAL A	N/A	37462.52
	Nationwide Life Insurance Company	DREY ACTIVE MDCAP A	N/A	74709.25
	Nationwide Life Insurance Company	FIDADV FREE 2010 A	N/A	6005.20
	Nationwide Life Insurance Company	FIDADV FREE 2015 A	N/A	20475.42
	Nationwide Life Insurance Company	FIDADV FREE 2020 A	N/A	13049.58
	Nationwide Life Insurance Company	FIDADV FREE 2025 A	N/A	9451.19
	Nationwide Life Insurance Company	FIDADV FREE 2030 A	N/A	17622.69
	Nationwide Life Insurance Company	FIDADV FREE 2035 A	N/A	49614.73
	Nationwide Life Insurance Company	FIDADV FREE 2040 A	N/A	41808.09
	Nationwide Life Insurance Company	FIDADV LEVR CO STK A	N/A	436523.29
	Nationwide Life Insurance Company	FIDADV NEW INSGHTS A	N/A	29360.44
	Nationwide Life Insurance Company	FNKLN BAL SHT INVMT A	N/A	197867.56
	Nationwide Life Insurance Company	GDMNSCS GR OPFR A	N/A	191944.60
	Nationwide Life Insurance Company	GDMNSCS LGCAP VAL A	N/A	45591.74
	Nationwide Life Insurance Company	GDMNSCS SMCAP VAL A	N/A	761.46
	Nationwide Life Insurance Company	GDMNSCS STRCD LGCAP V	N/A	670.23
	Nationwide Life Insurance Company	JPM SMCAP VAL A	N/A	32200.83
	Nationwide Life Insurance Company	LEGGM WSTRAS CORPLSBI	N/A	217.54
	Nationwide Life Insurance Company	LEGGMWSTRASINFINDPLSE	N/A	76676.06
	Nationwide Life Insurance Company	LEGGMWSTRASNONUSOPP	N/A	36.98
	Nationwide Life Insurance Company	LRDABT COR FXD INC A	N/A	51871.17
	Nationwide Life Insurance Company	MFS INTL NEW DISC A	N/A	271306.16
	Nationwide Life Insurance Company	MFS VAL A	N/A	207718.96
	Nationwide Life Insurance Company	MnSty Epoch Gbl Eq Yld A	N/A	55305.52
	Nationwide Life Insurance Company	NEUBER GENESIS TR	N/A	354649.24
	Nationwide Life Insurance Company	NW INV DEST CNSRV SVC	N/A	365787.50
	Nationwide Life Insurance Company	NW INV DEST MOD AGGR S	N/A	1014232.97
	Nationwide Life Insurance Company	NW INV DEST MOD SVC	N/A	930581.16
	Nationwide Life Insurance Company	OPP INTL BD A	N/A	20286.63
	Nationwide Life Insurance Company	OPP INTL GR A	N/A	104861.84
	Nationwide Life Insurance Company	OPP MN ST SMMDCAP A	N/A	155791.15
	Nationwide Life Insurance Company	PIMCO REAL RTN INST	N/A	37469.10
	Nationwide Life Insurance Company	PIMCO TTL RTN A	N/A	475815.01

	Nationwide Life Insurance Company	PIMCO TTL RTN INST	N/A	23102.79
	Nationwide Life Insurance Company	PIONR EMRG MKT A	N/A	5213.46
	Nationwide Life Insurance Company	PIONR EQ INC A	N/A	31160.57
	Nationwide Life Insurance Company	PIONR FD A	N/A	230930.05
	Nationwide Life Insurance Company	PIONR STRAT INC A	N/A	277509.54
	Nationwide Life Insurance Company	PNC S P 500 INDX A	N/A	241248.16
	Nationwide Life Insurance Company	PRNCPL LGCAP GR INST	N/A	14958.44
	Nationwide Life Insurance Company	PRUDNTL JNISN HLTH SCNC	N/A	297103.86
	Nationwide Life Insurance Company	PUB-ABRDEN INTL EQ A	N/A	60732.46
	Nationwide Life Insurance Company	PUB-ALLBER INTL VAL K	N/A	312576.44
	Nationwide Life Insurance Company	PUB-AMCENT INFL PRTCT B	N/A	129076.02
	Nationwide Life Insurance Company	PUB-DWS RREEF REALEST	N/A	171854.46
	Nationwide Life Insurance Company	PUB-JPM DYNAMIC SMCAP	N/A	3700.72
	Nationwide Life Insurance Company	PUB-LAZARD EMRG MKTS E	N/A	665.53
	Nationwide Life Insurance Company	PUB-NW MDCAP MKT INDX A	N/A	97992.35
	Nationwide Life Insurance Company	PUB-NW MNY MKT INST	N/A	985408.77
	Nationwide Life Insurance Company	PUB-PRNCPL HI YLD INST	N/A	622.64
	Nationwide Life Insurance Company	PUB-VAN KAMPEN EQUITY &	N/A	161824.51
	Nationwide Life Insurance Company	TURNER SMCAP GR I	N/A	3461.51
	Nationwide Life Insurance Company	UBS US SMCAP GR A	N/A	85319.40
	Nationwide Life Insurance Company	VNGRD BAL INDX INV	N/A	354549.90
	Nationwide Life Insurance Company	VNGRD SMCAP VAL INDX IN	N/A	74450.82
	Nationwide Life Insurance Company	WFA ASIA PACFC INV	N/A	2059.97
	Nationwide Life Insurance Company	WFA EMRG MKT EQ A	N/A	303.66
	Nationwide Life Insurance Company	WFA ENDVR SEL A	N/A	22674.82