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ttom"> 2004 Investments at
 Fair Value Net
 Appreciation Investments at
 Fair Value Net
 Appreciation

Investments in Registered Investment Company Funds

\$97,358 \$3,539 \$78,548 \$6,456

Investments in Common Commingled Trust Funds

33,984 122 30,761 168

Davita Inc. Common Stock Fund

33,325 7,504 27,055 9,239

Participant Loans

5,819 4,875

Total

\$170,486 \$11,165 \$141,239 \$15,863

(4) Party-in-Interest Transactions

Prior to January 2006, Scudder Trust Company was the Trustee for the Plan and the investments were managed by Scudder Investments, a global asset management firm. Automated Data Processing (ADP) provided recordkeeping services to the Plan through December 31, 2005. Beginning January 2006, Fidelity Management Trust Company and related Fidelity Companies became the Trustee, Investment Manager and Recordkeeper, see Note 7. Transactions with the Trustee qualify as party-in-interest transactions. The Company also provided personnel and administrative functions for the Plan at no charge to the Plan. In addition, the Plan holds shares of the Company's Common Stock, which also qualifies as a party-in-interest transaction.

(5) Tax Status

The IRS has determined and informed the Company that the Plan and related trust as amended through February 26, 2002, are designed in accordance with applicable sections of the Code. Subsequently, the Plan was amended for recent tax law changes and other statutory changes. The Plan is in the process of obtaining a determination letter from the IRS regarding these changes, but management believes that the Plan as amended is designed and operated in accordance with the

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DAVITA INC. RETIREMENT SAVINGS PLAN

Notes to Financial Statements - continued

December 31, 2005 and 2004

applicable sections of the Code. Therefore, no provision for income taxes has been included in the Plan's financial statements.

(6) Forfeitures

At December 31, 2005 and 2004, forfeited non-vested accounts totaled approximately \$283,000 and \$273,000 respectively. These accounts may be used to reduce future employer contributions or pay Plan expenses. In 2005 and 2004, a total of \$0 and \$26,000 of forfeitures were used to pay administrative expenses. There were no forfeitures used to reduce Company contributions.

(7) Subsequent Events

On January 3, 2006, the Gambro Healthcare, Inc. 401(k) Plan, with assets totaling approximately \$234,000,000 were merged into the Plan as a result of the Company acquiring all of the outstanding stock of Gambro Healthcare, Inc. effective on October 1, 2005. The merger of these plans was completed in accordance with the stock purchase agreement between the Company and Gambro Healthcare, Inc., and did not result in any taxable income to the participants. Certain plan provisions that existed under the Gambro Healthcare Inc. 401(k) Plan and are considered protected benefits will be incorporated into the Plan in 2006. In addition, employees of Gambro Healthcare, Inc. became eligible to participate in the Plan upon meeting the Plan's eligibility requirements, and were given credit for all previous service with Gambro Healthcare, Inc.

In conjunction with the merger, the Plan selected Fidelity Management Trust Company and related companies, as its new Trustee, investment manager, and recordkeeper. Certain Fidelity Investment Funds were also added as new investment options for plan participants. On January 3, 2006, the majority of the investment funds held previously were reinvested into corresponding investment funds with Fidelity, that had similar investment objectives. Certain investment funds, including DaVita Inc. Common Stock Fund, transferred the total number of shares held in the funds on the date of conversion to Fidelity.

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Notes to Financial Statements - continued

December 31, 2005 and 2004

(dollars in thousands, except share data)

The following is a summary of the assets purchased or transferred as a result of the conversion transaction that occurred on January 3, 2006 prior to the merger of the Gambro plan:

Description	Amount	Number of Shares
DaVita Inc. Company Stock Fund	\$ 33,325	658,071
Scudder Stable Value Fund S	30,699	30,699,174
Fidelity Contra Fund	28,199	426,680
Fidelity Freedom 2030 Fund	22,869	1,497,668
Franklin Balance Sheet Inv Fund A	10,295	166,780
Fidelity Diversified International Fund	8,809	263,828
Baron Small Cap Fund	7,259	310,995
American Beacon Large Cap Value Plan and Fund	6,398	316,120
Fidelity Managed Income	5,107	568,032
PIMCO Total Return Fund Admin Class	4,439	425,235
Spartan U.S. Equity Index Fund	2,946	65,620
Allianz CCM Mid Cap Instl CL	2,187	78,429
Fidelity Balanced Fund	1,034	54,402
Fidelity Freedom 2020 Fund	727	48,729
Fidelity Managed Income Portfolio II Class 2 Fund	374	374,074
Total Investment Funds	164,667	
Participant Loans	5,819	
Total assets purchased and transferred	\$ 170,486	

Beginning in 2006, in addition to the above funds, participants also have the option of investing their contributions to the Plan and transferring their balances in the plan into the following investment funds:

Investment Funds

Description	Type
Fidelity Low Priced Stock Fund	Mid-Cap Fund
RS Partners Fund	Small-Cap Fund
Fidelity Freedom 2000 Fund	Balanced Fund
Fidelity Freedom 2005 Fund	Balanced Fund
Fidelity Freedom 2010	Balanced Fund
Fidelity Freedom 2015	Balanced Fund
Fidelity Freedom 2025	Balanced Fund

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Fidelity Freedom 2035
Fidelity Freedom Income Fund

Balanced Fund
Balanced Income Fund

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Schedule H, Line 4i Schedule of Assets (Held at End of Year)

Year Ended December 31, 2005

Identity of issuer, borrower, lessor, or similar party	Description of investment including maturity date, rate of interest, collateral, par or maturity value	Current Value
Common Commingled Trust Funds:		
* Scudder Investment Company	Scudder Stable Value Fund Class S Shares	\$ 31,038,522
* Scudder Investment Company	Scudder Stock Index Fund	2,945,661
Registered Investment Company Funds:		
* Scudder Investment Company	Scudder Conservative Allocation Portfolio Class A Shares	727,044
* Scudder Investment Company	Scudder Growth Allocation Portfolio Class A Shares	5,106,606
* Scudder Investment Company	Scudder Moderate Allocation Portfolio Class A Shares	22,869,350
* Scudder Investment Company	Scudder Capital Growth Fund Class A Shares	7,303,546
* Scudder Investment Company	Scudder Large Cap Value Fund Class A Shares	4,465,298
* Scudder Investment Company	Scudder Small Cap Fund Class A Shares	6,569,123
Pimco Investment Company	Pimco Total Return Fund	2,945,102
Franklin Investment Company	Franklin Balance Sheet Fund Class A Shares	10,295,353
Aim Investment Company	Aim Capital Development Class A Shares	2,186,595
Dreyfus Investment Company	Dreyfus Bond Market Index Fund	1,529,803
T. Rowe Price Investment Company	T. Rowe Price Growth Stock	20,895,724
American Investment Company	American Century Equity Income Fund	1,932,972
American Investment Company	American Funds American Balanced Fund	1,033,638
American Investment Company	American Funds EuroPacific Growth Fund	8,809,214
Allianz	Allianz CCM Emerging Companies Fund	689,496
* DaVita Inc.	Common Stock Fund	33,324,584
Participant Loans	4.00% - 10.00% maturing through October 2015	5,818,703
		\$ 170,486,334

* Indicates an identified person known to be a party-in-interest to the Plan.
See accompanying report of independent registered public accounting firm.

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the trustees (or other persons who administer the employee benefit plan) have duly caused this annual report to be signed on its behalf by the undersigned hereunto duly authorized.

DAVITA INC.
RETIREMENT SAVINGS PLAN

By: */s/ Steven Cooper*
Steven Cooper
Designated Representative of the Plan Administrator

Date: June 27, 2006