## Constantino, Mike

From:

Tom Hudgins [thudgins@pvillehosp.org]

Sent:

Tuesday, February 26, 2013 11:42 AM

To:

Constantino, Mike

Cc:

Ed Parkhurst (eparkhurst@consultprism.com)

Subject:

2013 Progress Report

Attachments:

2013 CON Progress Report for project 09-068 pdf

Mike,

The original and a copy will be mailed to Ms. Avery and yourself.

Tom Hudgins FACHE CEO Pinckneyville Community Hospital 101 N Walnut Pinckneyville, IL 62274 618-357-5901 Office 618-357-6740 Fax

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Ms. Courtney R. Avery Administrator Illinois Health Facilities and Services Review Board 2<sup>nd</sup> Floor 525 West Jefferson Springfield IL 62761

Re: Annual Progress Report (Section 1130.760)

Dear Ms. Avery,

On April 20<sup>th</sup>, 2010, Pinckneyville Community Hospital received approval for Project 09-068 from the Health Facilities and Services Review Board. We are submitting this letter to comply with the requirement for an Annual Report in 77 (b) 1130.760 of the Administrative Code. On April 4<sup>th</sup>, 2011 we were granted an extension of our Obligation Period to October 20<sup>th</sup>, 2012. On July 25<sup>th</sup>, 2012, we were granted an extension of our obligation period to October 1, 2013. On September 12, 2012, we were granted an Alteration to Permit reducing the cost, gross square footage and number of beds.

## **Progress Report**

On February 18<sup>th</sup>, 2013, the Board accepted a financing proposal from AgStar for construction financing and a portion of the permanent financing to go with a possible Direct Loan from USDA that would allow the construction of the new facility to proceed. We are providing the USDA with additional information they have requested that will allow the application to proceed. The current timeline indicates we will be able to obligate the project before October 1<sup>st</sup> of this year.

The Designs Standards Unit of the Division of Healthcare Facilities and Programs of the Illinois Department of Public Health has extended their approval of our plans (IDPH 9039) to June 20<sup>th</sup>, 2014, at our request, to allow our architects to update the plans for review and comment.

Attached is a copy of the Sources and Uses Section from the Alteration to Permit that was granted 9/12/2012 to our CON application indicating by category what funds have been expended through 2/25/2013. The project has not yet been obligated.

If you have any questions, please contact me at 618-357-5901 or thudgins@pvillehosp.org.

Sincerely,

Thomas J. Hudgins FACHE

Administrator/CEO

February 26<sup>th</sup> 2013

Enclosure

CC: Mr. Mike Constantino, Supervisor, Project Review Section

## Pinckneyville Community Hospital Project #09-068

**Project Costs and Sources of Funds** 

				Funds Expended to	
USE OF FUNDS	CLINICAL	NON-CLINICAL	TOTAL	Date	Funds to be Expended
Preplanning Costs	\$95,880	\$92,120	\$188,000		\$ 188,000.00
Site Survey and Soil Investigation	24,000	23,087	47,087		47,087
Site Preparation	373,700	516,000	889,700		889,700
Off Site Work	40,700	39,050	79,750		79,750
New Construction Contracts	11,878,000	11,411,892	23,289,892		23,289,892
Modernization Contracts	0	0	0		0
Contingencies	406,000	294,000	700,000		700,000
Architectural/Engineering Fees	1,160,000	805,187	1,965,187	1,501,187	464,000
Consulting and Other Fees	48,000	46,200	94,200	192,000	-97,800
Movable or Other Equipment (not in					
construction contracts)	603,000	121,000	724,000		724,000
Bond Issuance Expense (project related)	131,600	126,523	258,123	7,500	250,623
Net Interest Expense During Construction					
(project related)	413,100	396,900	810,000		810,000
Fair Market Value of Leased Space or					
Equipment	0	0	0		
Other Costs To Be Capitalized	1,100,000	687,365	1,787,365	124,195	1,663,170
Acquisition of Building or Other Property					
(excluding land)	180,680	173,591	35 <u>4,271</u>		354,271
TOTAL USES OF FUNDS	\$16,454,660	\$14,732,915	\$31,187,575	\$ 1,824,882.00	\$ 29,362,693.00
SOURCE OF FUNDS			TOTAL		
Cash and Securities	4,296,160	3,846,415	8,142,575	1,824,882	6,317,693
Pledges			0		
Gifts and Bequests			· 0		0
Bond Issues (project related)			0		
Mortgages (USDA Rural Development loan)	11,976,500	10,723,500	22,700,000		22,700,000
Leases (fair market value)			0	,	0
Governmental Appropriations			0		0
Grants (Illinois Capital)	182,000	163,000	345,000		345,000
Other Funds and Sources			0		(
TOTAL SOURCES OF FUNDS	\$16,454,660	\$14,732,915	\$31,187,575	\$ 1,824,882.00	\$ 29,362,693.00

 Check Sum
 \$0
 \$0
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 See Footnote

Footnote: The previous sources and uses represented a total project cost of \$46,624,405 with Funds Expended to Date of \$2,473,674. The project has since been altered per an approved alteration of permit to bring the total project cost to \$31,187,575. \$723,301 in Construction in Progress payments related to HUD financing previously reported in "Funds Expended to Date" were expensed off via an audit adjustment FYE 04/30/11. The "Funds Expended to Date" above represent the Construction in Progress balance as of 02/25/13.