

Roate, George

From: Jack Axel [jacobmaxel@msn.com]
Sent: Friday, March 19, 2010 2:31 PM
To: Roate, George
Subject: RE: Applications, Projects 09-013 & 09-014
Attachments: img152.pdf

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MAR 19 2010

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

The attached should be used for both applications

Subject: RE: Applications, Projects 09-013 & 09-014
Date: Thu, 18 Mar 2010 14:39:18 -0500
From: George.Roate@Illinois.gov
To: jacobmaxel@msn.com
CC: Mike.Constantino@Illinois.gov; Michael.Mills@Illinois.gov; mskinner@sidley.com

Thanks Jack:

Does one particular page go with a particular project? Reason: One page has the submittals & obligation boxes checked, and the other does not.

From: Jack Axel [mailto:jacobmaxel@msn.com]
Sent: Thursday, March 18, 2010 1:50 PM
To: Roate, George
Cc: Constantino, Mike; Mills, Michael; mskinner@sidley.com
Subject: RE: Applications, Projects 09-013 & 09-014

George,

This email is being provided both as a confirmation of the technical assistance conversation that the two of us had at 12:30 today, as well as a response to your 12:08 email to me regarding Applications 10-013 and 10-014, addressing the change of ownership of Westlake Hospital and West Suburban Medical Center, respectively.

During that technical assistance conversation, and as outlined below, we discussed the items contained in your 12:08 email, which is attached below.

Please accept the following in response:

Item 1:

The issue of the failure to file a final cost report for project 07-029 (MacNeal Hospital) was brought to MacNeal's attention approximately two weeks ago. The hospital's CEO, Brian Lemon has been in discussion with Mike Mills related to this matter, and is attempting address this issue. Our goal is to reach resolution quickly.

Concerning Permit 05-009 (Lakeshore Medical Center), I have confirmed with Vanguard management that Vanguard does not own that facility.

Item 2:

Attached please find copies of the "Project Status and Completion Schedules" for each application, identifying the anticipated completion date.

Item 3:

Project 10-013, criterion 1110.240(d). This criterion is addressed starting on page 239 of the application.

Item 4:

Project 10-013: Criterion 1120.210(c) is addressed on page 261 and 1120.310 (d) & (e) are addressed on

page 263.

Project 10-014: Criterion 1120.210(c) is addressed on page 263 and 1120.310 (d) & (e) are addressed on page 265.

Thank you for your assistance and the opportunity to address these issues.

Jack

Subject: Applications, Projects 09-013 & 09-014
Date: Thu, 18 Mar 2010 12:08:05 -0500
From: George.Roate@Illinois.gov
To: jacobmaxel@msn.com
CC: Mike.Constantino@Illinois.gov; Michael.Mills@Illinois.gov

Good afternoon, Jack:

The State Agency is conducting completeness reviews for the following applications: 09-013, Westlake Hospital, and 09-014, West Suburban Medical Center. Our review has discovered the following:

1) Compliance issue for both applicants involving Vanguard Health System (VHS) from the projects listed below. Based on my review of our records, the applicants have NOT fulfilled the requirements of all existing permits approved by the HFPB, in conformance with 1130.620 d) 1) D), 1130.620 d) 1) E) and 1130.620 d) 1) I).

The following projects with unresolved compliance issues share applicants with both #10-013 and #10-014.

Permit #00-066 – MacNeal Hospital (HFPB #07-29): late reporting of project completion.

Permit # 05-009 – Lakeshore Medical Center (HFPB #07-28): late annual progress reports; late report of obligation; late project completion; and late report of final realized costs.

2) Page 17, both applications. No project completion date.

3) Project 10-013: 1110.240(d), Health Care System. Not addressed in this application. Needs addressed.

4) The following three missing 1120 criteria involve both applications:

- a. 1120.210(c)
- b. 1120.310(d)
- c. 1120.310(e)

Jack, if I have overlooked these listed criteria in the course of my review, please bring this to my attention. Both of the mentioned applications must be deemed complete/incomplete NLT March 31, 2010. If I can be of further assistance, please do not hesitate to contact me. Thanks.

George Roate
Illinois Department of Public Health
Office of Health Systems Development
525 West Jefferson 2nd Floor
Springfield, Illinois 62761
Phone: (217) 782-3516
Fax: (217) 785-4111

Related Project Costs

Provide the following information, as applicable, with respect to any land related to the project that will be or has been acquired during the last two calendar years:

Land acquisition is related to project	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
Purchase Price: \$	_____	
Fair Market Value: \$	_____	included in acquisition cost of the hospital
The project involves the establishment of a new facility or a new category of service		
X Yes <input type="checkbox"/> No		
If yes, provide the dollar amount of all non-capitalized operating start-up costs (including operating deficits) through the first full fiscal year when the project achieves or exceeds the target utilization specified in Part 1100.		
Estimated start-up costs and operating deficit cost is \$ <u>none</u> .		

Project Status and Completion Schedules

Indicate the stage of the project's architectural drawings:	
<input checked="" type="checkbox"/> None or not applicable	<input type="checkbox"/> Preliminary
<input type="checkbox"/> Schematics	<input type="checkbox"/> Final Working
Anticipated project completion date (refer to Part 1130.140): <u>December 31, 2010</u>	
Indicate the following with respect to project expenditures or to obligation (refer to Part 1130.140):	
<input type="checkbox"/> Purchase orders, leases or contracts pertaining to the project have been executed.	
<input type="checkbox"/> Project obligation is contingent upon permit issuance. Provide a copy of the contingent "certification of obligation" document, highlighting any language related to CON contingencies.	
<input checked="" type="checkbox"/> Project obligation will occur after permit issuance.	

State Agency Submittals

Are the following submittals up to date as applicable:
<input checked="" type="checkbox"/> Cancer Registry
<input checked="" type="checkbox"/> APORS
<input checked="" type="checkbox"/> All formal document requests such as IDPH Questionnaires and Annual Bed Reports been submitted
<input checked="" type="checkbox"/> All reports regarding outstanding permits