



STATE OF ILLINOIS
HEALTH FACILITIES AND SERVICES REVIEW BOARD

525 WEST JEFFERSON ST. • SPRINGFIELD, ILLINOIS 62761 • (217) 782-3516

July 28, 2010

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Charles H. Foley
Charles H. Foley & Associates, Inc.
1638 South MacArthur Street
Springfield, IL 62704

RE: PERMIT: #10-007 – Manor Court of Freeport

Dear Mr. Foley:

On July 27, 2010, the Illinois Health Facilities and Services Review Board approved the application for permit for the referenced project based upon the project's substantial conformance with the applicable standards and criteria of Part 1110 and 1120. In arriving at a decision, the State Board considered the findings contained in the State Agency Report, the application material, and any testimony made before the State Board.

- **PROJECT: #10-007 – Manor Court of Freeport** - The permit holders are approved for the discontinuation of a 45 bed long term care facility located at 2170 West Navaho Drive, Freeport and the establishment of a 90 bed long term care facility located at 2170 West Navaho Drive, Freeport in 45,906 gross square feet of space. The operating entity licensee will be Residential Alternatives of Illinois, Inc. The owner of the site is Residential Alternatives of Illinois, Inc.
- **PERMIT HOLDERS**: The permit holders are Residential Alternatives of Illinois, Inc., and Frances House, Inc., 285 South Farnham Street, Galesburg
- **PERMIT AMOUNT**: \$5,694,570
- **PROJECT OBLIGATED BY**: December 31, 2011
- **PROJECT COMPLETION DATE**: December 31, 2011

This permit is valid only for the defined construction or modification, site, amount and the named permit holder and is **not transferable or assignable**. In accordance with the Planning Act, the permit is valid until such time as the project has been completed, provided that all post permit requirements have been fulfilled, pursuant to the requirements of 77 Ill. Adm. Code 1130.

The permit holder is responsible for complying with the following requirements in order to maintain a valid permit. Failure to comply with the requirements may result in expiration of the permit or in State Board action to revoke the permit.

1. OBLIGATION-PART 1130.720

The project must be obligated by the **Project Obligation Date**, unless the permit holder obtains an "Extension of the Obligation Period" as provided in 77 Ill. Adm. Code 1130.730. Obligation is to be reported as part of the first annual progress report for permits requiring obligation within 12 months after issuance. For major construction projects which require obligation within 18 months after permit issuance, obligation must be reported as part of the second annual progress report. If project completion is required prior to the respective annual progress report referenced above, obligation must be reported as part of the notice of project completion. The reporting of obligation must reference a date certain when at least 33% of total funds assigned to project cost were expended or committed to be expended by signed contracts or other legal means.

2. ANNUAL PROGRESS REPORT-PART 1130.760

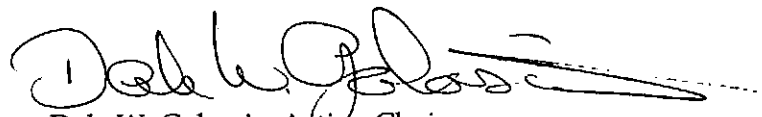
An annual progress report must be submitted to IDPH every 12-month from the permit issuance date until such time as the project is completed.

3. PROJECT COMPLETION REQUIREMENTS-PART 1130.770

The permit holder must submit a written notice of project completion as defined in Section 1130.140. Each permit holder shall notify IHFSRB within 30 days following the project completion date and provide supporting documentation within 90 days following the completion date and must contain the information required by Section 1130.770.

This permit does not exempt the project or permit holder from licensing and certification requirements, including approval of applicable architectural plans and specifications prior to construction. Should you have any questions regarding the permit requirements, please contact Mike Constantino.

Sincerely,



Dale W. Galassie, Acting Chairman
Illinois Health Facilities and Services Review Board