



**FRESENIUS  
MEDICAL CARE**

**RECEIVED**

**MAR 26 2014**

**HEALTH FACILITIES &  
SERVICES REVIEW BOARD**

March 19, 2014

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

**Re: Third Annual Progress Report. Section 1130.760**  
**Project #10-067, Fresenius Medical Care Des Plaines**  
**Permit Holder:** Fresenius Medical Care Des Plaines, LLC, and Fresenius  
Medical Care Holdings, Inc.  
**Permit Amount:** \$3,810,667

Dear Ms. Avery:

Enclosed please find the annual progress report which summarizes the current status of the above-mentioned project.

If you have any questions, please contact me at 630-960-6807.

Sincerely,

Lori Wright  
Senior CON Specialist

cc: Clare Ranalli



March 19, 2014

**Annual Progress Report, Section 1130.760**

**Project #10-067, Fresenius Medical Care Des Plaines**

**Permit Holder:** Fresenius Medical Care Des Plaines, LLC, and Fresenius Medical Care Holdings, Inc.

**Permit Amount:** \$3,810,667

This report summarizes the current status of the above-mentioned project located at 1625 Oakton Place, Des Plaines. There have been no changes to the scope and size of the project.

**Status of the Project**

This is a project for the establishment of a 12-station ESRD facility. The project was obligated through the execution of the lease for premises on February 13, 2012. The permit was renewed September 13, 2013 with a completion date of September 30, 2014.

The facility began operations on August 6, 2013 and received its certification survey on February 6, 2014. The facility is now waiting for receipt of the CMS certification letter.

**Application and Certificate for Payment (AIA G702)**

See attached certificate.

**Anticipated Completion Date**

The project is currently approximately 99.9% complete and is expected to be completed by May 31, 2014.

## Sources and Uses of Funds

All Project financing to date has been funded from available cash and its equivalents as reported on the company's financial statements. The right to occupy the premises is being secured through a leasing arrangement. This leasing arrangement is utilized to obligate the project. None of the project costs have exceeded the approved permit amounts.

### Project Costs and Sources of Funds

Line Item	Allowance/CON	Realized Costs
Preplanning Costs	N/A	N/A
Site Survey & Soil Investigation	N/A	N/A
Site Preparation	N/A	N/A
Off-site work	N/A	N/A
New Construction Contracts	N/A	N/A
Modernization	1,239,750	960,400
Contingencies	123,500	0
Architectural/Engineering	135,000	68,405
Consulting and other fees	N/A	N/A
Movable & Other Equipment	281,000	280,669
Bond Issuance Expense	N/A	N/A
Net Interest Expense during Construction	N/A	N/A
FMV of Leased Space & Equipment	2,031,417	2,031,417
Other Costs to be Capitalized	N/A	N/A
Acquisition of Building or other Property (excluding land)	N/A	N/A
<b>Total Project Costs</b>		
<b>Realized Total Project Costs To Date</b>	<b>3,810,667</b>	<b>3,340,891</b>
Cash & Securities	1,636,750	1,166,974
Pledges	N/A	N/A
Gifts & Bequests	N/A	N/A
Bond Issues	N/A	N/A
Mortgages	N/A	N/A
Lease FMV	2,031,417	2,031,417
Gov. Approp	N/A	N/A
Grants	N/A	N/A
Other funds and Sources	142,500*	142,500*
<b>Total funds</b>	<b>3,810,667</b>	
<b>Total Spent to Date</b>		<b>3,340,891</b>

# APPLICATION AND CERTIFICATION FOR PAYMENT

AIA DOCUMENT G702

TO OWNER:  
 Fresenius Medical Care Des Plaines, LLC  
 C/O Fresenius Medical Care NA  
 2219 Hollywood, Blvd, Suite 101, Hollywood, FL, 33020  
 VIA ARCHITECT: Q Studios  
 Newgrange Development LLC  
 2545 W. Diversy Ave,  
 Chicago, IL 60647

PROJECT: 8575-1-DN-NC-BO-11  
 Fresenius Medical Care  
 1625 Oakton Pl, Des Plaines, IL, 60018

APPLICATION NO: DRAW NUMBER 3

PERIOD TO: 4.30.13

PROJECT NOS:  
 CONTRACT DATE: 1.14.13

Distribution to:  
 OWNER  
 ARCHITECT  
 CONTRACTOR

CONTRACT FOR: GENERAL CONTRACTING

## CONTRACTOR'S APPLICATION FOR PAYMENT

Application is made for payment, as shown below, in connection with the Contract. Continuation Sheet, AIA Document G703, is attached.

1. ORIGINAL CONTRACT SUM \$ 961,000.00
2. Net change by Change Orders \$ 0.00
3. CONTRACT SUM TO DATE (Line 1 + 2) \$ 961,000.00
4. TOTAL COMPLETED & STORED TO DATE (Column G on G703) \$ 960,400.00
5. RETAINAGE:
  - a. 10% of Completed Work (Column D + E on G703) \$ 96,040
  - b. % of Stored Material (Column F on G703) \$
 Total Retainage (Lines 5a + 5b or Total in Column I of G703) \$ 96,040.00
6. TOTAL EARNED LESS RETAINAGE (Line 4 Less Line 5 Total) \$ 864,360.00
7. LESS PREVIOUS CERTIFICATES FOR PAYMENT (Line 6 from prior Certificate) \$ 780,462.00
8. CURRENT PAYMENT DUE \$ 83,898.00
9. BALANCE TO FINISH, INCLUDING RETAINAGE (Line 3 less Line 6) \$ 96,640.00

CHANGE ORDER SUMMARY	ADDITIONS	DEDUCTIONS
Total changes approved in previous months by Owner	\$0.00	
Total approved this Month	\$0.00	
TOTALS	\$0.00	
NET CHANGES by Change Order	\$0.00	

AIA DOCUMENT G702 - APPLICATION AND CERTIFICATION FOR PAYMENT - 1992 EDITION - AIA - ©1992

Users may obtain validation of this document by requesting a completed AIA Document D401 - Certification of Document's Authenticity from the Licensee.

The undersigned Contractor certifies that to the best of the Contractor's knowledge, information and belief the Work covered by this Application for Payment has been completed in accordance with the Contract Documents, that all amounts have been paid by the Contractor for Work for which previous Certificates for Payment were issued and payments received from the Owner, and that current payment shown herein is now due.

CONTRACTOR

By:  Date: 7/1/13

State of: ILLINOIS County of: COOK  
 Subscribed and sworn to before me this 1st day of July, 2013  
 Notary Public: *George Caraballo*  
 My Commission expires: 07/18/2014



## ARCHITECT'S CERTIFICATE FOR PAYMENT

In accordance with the Contract Documents, based on on-site observations and the data comprising the application, the Architect certifies to the Owner that to the best of the Architect's knowledge, information and belief the Work has progressed as indicated, the quality of the Work is in accordance with the Contract Documents, and the Contractor is entitled to payment of the AMOUNT CERTIFIED.

AMOUNT CERTIFIED: \$

(Attach explanation if amount certified differs from the amount applied. Initial all figures on this Application and on the Continuation Sheet that are changed to conform with the amount certified.)

ARCHITECT:

By: \_\_\_\_\_ Date: \_\_\_\_\_

This Certificate is not negotiable. The AMOUNT CERTIFIED is payable only to the Contractor named herein. Issuance, payment and acceptance of payment are without prejudice to any rights of the Owner or Contractor under this Contract.

THE AMERICAN INSTITUTE OF ARCHITECTS, 1735 NEW YORK AVE., N.W., WASHINGTON, DC 20006-5302