

## **Constantino, Mike**

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**From:** Timothy Tincknell [Timothy.Tincknell@davita.com]  
**Sent:** Thursday, March 28, 2013 2:42 PM  
**To:** Constantino, Mike  
**Cc:** Kendrick, Alexis; Kelly Ladd; James Burke; Anne Cooper  
**Subject:** Logan Square Dialysis (Proj. No. 11-109) Annual Progress Report  
**Attachments:** Logan\_Square\_Annual\_Progress\_Report.pdf

Attached please find the Annual Progress Report for Logan Square Dialysis (Proj. No. 11-109). Please contact me with any questions.

Thank you,  
Tim

*Tim Tincknell, FACHE  
Administrator, CON Projects  
DaVita HealthCare Partners, Inc  
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Chicago, IL 60614  
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-DaVita, Inc.-



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March 28, 2013

**ELECTRONIC MAIL**

Michael Constantino  
Illinois Health Facilities and Services Review  
Board  
525 West Jefferson Street, 2nd Floor  
Springfield, Illinois 62761

**Re: Annual Progress Report – Logan Square Dialysis (Proj. No. 11-109)**

Dear Mr. Constantino:

Pursuant to Section 1130.760 of the Illinois Health Facilities and Services Review Board (“HFSRB”) rules, I am writing on behalf of DaVita HealthCare Partners Inc. f/k/a DaVita Inc. and Total Renal Care, Inc. (the “Permit Holders”) to submit the annual progress report for Logan Square Dialysis (Proj. No. 11-109). As you are aware, on February 28, 2012, HFSRB approved the Permit Holders’ application to discontinue its existing 20-station in-center hemodialysis facility and to establish a 28-station in-center hemodialysis facility (the “Project”). Pursuant to Section 1130.760, the Permit Holders submit the following information regarding the progress of Project Permit #11-109.

**I. Status of the Project**

The Project was obligated on March 6, 2012, through execution of a lease for the building that will house the dialysis facility. Construction on the building is complete. The facility plans to treat its first patient on April 8, 2013 and is waiting for its Medicare certification survey to certify the additional eight stations. Based on recent experience, the Permit Holders anticipate it may take four to six months for the Medicare certification of the additional stations.

**Costs Incurred to Date**

To date, the Permit Holders have incurred \$3,403,181 in project costs.

Michael Constantino  
March 28, 2013  
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Project Costs	Approved	Proposed	Expended
New Construction Contracts	\$1,537,000	\$1,537,000	\$655,623
Contingencies	\$153,700	\$153,700	\$0
Architectural/Engineering Fees	\$85,500	\$85,500	\$70,992
Consulting and Other Fees	\$97,000	\$97,000	\$24,170
Movable or Other Equipment (not in construction contracts)	\$748,012	\$748,012	\$475,638
Fair Market Value of Leased Space or Equipment	\$2,160,327	\$2,160,327	\$2,160,327
Other Costs to be Capitalized (Utilities, Shipping & Taxes)			\$16,431
Total Project Costs	\$4,781,539	\$4,781,539	\$3,403,181

#### Sources of Funds

The project is being financed through \$2,621,212 in cash. Additionally, the fair market value of the lease is \$2,160,327.

#### Application and Certification for Payment

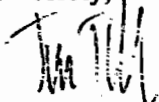
The most recent Application and Certification for Payment for the construction contract for the Project, form G702 published by the American Institute of Architects, is attached hereto at Attachment 1.

#### Anticipated Completion Date

The anticipated completion date for the Project is December 31, 2013.

If you need any additional information or have any questions regarding the status of the Project, please feel free to contact me.

Sincerely,



Timothy V. Tincknell

#### Attachments

cc: Alexis Kendrick, HFSRB  
Kelly Ladd  
Jim Burke

**APPLICATION AND CERTIFICATE FOR PAYMENT**

**AIA DOCUMENT G702**

Invoice # 38279

**To Owner:** Davita Inc.  
9973 South 3200 West  
South Jordan, UT 84095

**Project:** 12-5051 Davita Logan Square Dialysis  
101

**From Contractor:** Leopardo Companies, Inc. Via Architect: StudioGC Architecture + B I M  
5200 Prairie Stone Parkway 223 W Jackson Blvd, Suite 1200  
Hoffman Estates, IL 60182 Chicago, IL 60606

**Application No:** 2  
**Period:** 02/01/2013 - 02/28/2013  
**Project Number:** 12-5051  
**Contract Date:**  
**Client Reference:**

**Distribution to:**  
Owner   
Architect   
Contractor

**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.

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.

1. Original Contract Sum	\$ 1,044,992.00
2. Net Change By Change Orders	\$ 0.00
3. Contract Sum To Date	\$ 1,044,992.00
4. Total Completed and Stored To Date	\$ 992,837.10

5. Retainage:

a. 10.00% of Completed Work (Column D+E on G703)	\$ 99,283.72
b. 0% of Stored Material (Column F on G703)	\$ 0.00
<b>Total Retainage (Lines 5a + 5b)</b>	<b>\$ 99,283.72</b>

6. Total Earned Less Retainage (Line 4 Less Line 5 Total)	\$ 893,553.38
7. Less Previous Certificates For Payment (Line 6 from prior Certificate)	\$ 595,961.81
8. Current Payment Due	\$ 297,591.57
9. Balance To Finish, Including Retainage (Line 3 Less Line 6)	\$ 151,438.62

OFFICIAL SEAL  
MICHELE PERRI  
NOTARY PUBLIC - STATE OF ILLINOIS  
MY COMMISSION EXPIRES 01/17/16  
Date: 02/28/13

**By:** *[Signature]*  
**CONTRACTOR:** Leopardo Companies, Inc.  
**State of:** Illinois  
**County of:** Cook  
Subscribed and sworn to before me on 02/28/13  
**Notary Public:** *[Signature]*  
**My Commission expires:** 01/17/2016

**ARCHITECT'S CERTIFICATE FOR PAYMENT**

In accordance with the Contract Documents, based on on-site observations and the data comprising the above 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 \$ 297,591.57**  
(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.)

CHANGE ORDER SUMMARY	Additions	Deductions
Total changes approved in previous month by Owner	0.00	0.00
Total Approved this Month	0.00	0.00
<b>TOTALS</b>	<b>0.00</b>	<b>0.00</b>
Net Changes By Change Order	0.00	0.00

**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.  
**Owner:** (if applicable) \_\_\_\_\_ **Date:** \_\_\_\_\_

**CONTINUATION SHEET**

**AIA DOCUMENT G703**

Application No. : **2**  
 Period From : **02/01/2013**  
 To : **02/28/2013**

Application and Certification for Payment, containing Contractor's signed certification is attached in tabulation below, amounts are stated to the nearest dollar  
 Use Column I on Contracts where variable retainage for line items may apply.

Invoice #: **38279** Contract: **12-8051 Davita Logan Square Dialysis**

A Item No	B Description of Work	C Scheduled Value	D Work Completed		E This Period In Place	F Materials Properly Stored (Not In D or E)	G Total Completed and Stored To Date (D + E + F)	H Balance To Finish (C - G)	I Retainage (If Variable Rate)
			From Previous Application (D + E)	% (G + C)					
1	General Conditions & Requirerne	80,692.00	52,149.60	28,242.20	0.00	80,692.00	0.00	8,069.20	
2	Building Permits	10,000.00	0.00	0.00	0.00	0.00	10,000.00	0.00	
3	Insurance	8,003.00	8,003.00	0.00	0.00	8,003.00	0.00	800.30	
4	Masonry / Stone Work	10,000.00	10,000.00	0.00	0.00	10,000.00	0.00	1,000.00	
5	Arch. Woodwork / Millwork	106,345.00	56,189.75	47,855.25	0.00	100,345.00	0.00	10,934.51	
6	Caulking / Sealants	2,950.00	649.00	2,301.00	0.00	2,950.00	0.00	295.00	
7	HM & Wood Doors and Frames	20,000.00	6,800.00	13,200.00	0.00	20,000.00	0.00	2,000.00	
8	Alum Entra/Panels/Wind/Sliders	16,000.00	0.00	16,000.00	0.00	16,000.00	0.00	1,600.00	
9	Auto Operators	7,900.00	0.00	7,900.00	0.00	7,900.00	0.00	790.00	
10	Carpentry/ Drywall / Acoustics	172,950.00	107,229.00	65,721.00	0.00	172,950.00	0.00	17,295.00	
11	Carpeting & VCT	44,000.00	0.00	17,600.00	0.00	17,600.00	26,400.00	1,760.00	
12	Floor Prep	15,000.00	0.00	0.00	0.00	0.00	15,000.00	0.00	
13	Epoxy Flooring	13,500.00	0.00	13,500.00	0.00	13,500.00	0.00	1,350.00	
14	Painting	13,000.00	0.00	13,000.00	0.00	13,000.00	0.00	1,300.00	
15	Specialties	14,735.00	7,367.50	7,367.50	0.00	14,735.00	0.00	1,473.50	
16	Window Treatments	4,819.00	0.00	4,819.00	0.00	4,819.00	0.00	481.90	
17	Fire Protection	11,000.00	5,060.00	5,940.00	0.00	11,000.00	0.00	1,100.00	
18	Plumbing	228,000.00	212,040.00	15,960.00	0.00	228,000.00	0.00	22,800.00	
19	HVAC	135,000.00	99,900.00	35,100.00	0.00	135,000.00	0.00	13,500.00	
20	Electrical	116,000.00	84,680.00	31,320.00	0.00	116,000.00	0.00	11,600.00	
21	Overhead & Profil	15,098.00	9,511.74	4,831.36	0.00	14,343.10	754.90	1,434.31	
<b>GRAND TOTALS</b>		<b>1,044,992.00</b>	<b>662,179.79</b>	<b>330,667.31</b>	<b>0.00</b>	<b>992,837.10</b>	<b>52,164.90</b>	<b>99,283.72</b>	