

Corporate Finance
Professional Office Building
1725 W. Harrison St.
Suite 364
Chicago, IL 60612

Tel: 312.942.5600
Fax: 312.942.5729
john_p_mordach@rush.edu
www.rush.edu



John P. Mordach
Rush University Medical Center
Senior Vice President
Chief Financial Officer

May 15, 2017

Ms. Courtney Avery
Administrator
Division of Health Systems Development
525 West Jefferson St., Second Floor
Springfield, IL 62761

RECEIVED

MAY 15 2017

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

Re: Permit #12-011

Dear Ms. Avery,

Pursuant to 77 Illinois Administrative Code 1130.760, this is the annual progress report for permit #12-011, Rush University Medical Center (the "Project"). The permit for the Project was issued on April 17, 2012, to Rush University Medical Center. The approved permit amount was \$46,230,784 for the modernization of the RUMC Atrium/Kellogg buildings in 184,737 GSF of space. An Alteration for the Project was submitted on July 14, 2015 to increase the total project amount to \$49,291,261 or by 6.6% and GSF to 193,434 or 4.4%. On August 26, 2015 we received approval of the Alteration request. A Request for Renewal for the Project was submitted on March 14, 2016 to extend the permit original completion date from June 30, 2016 to December 31, 2017. On March 22, 2016 we received approval of the Permit Renewal Request. We provide the following information regarding the progress of the Project:

1. **Current Status of the Project** – Through March 31, 2017, the Project is 88.3% complete. The scope and size of the Project have not changed per permit issuance and approved alteration.

The following is complete: 5 Atrium, 8 Atrium, 7 South and 9 South Atrium, 6 Kellogg and 9 North Atrium renovations. The following remains to be completed: 7 North Atrium renovation.

2. **Costs Incurred to Date** – Project costs incurred through March 31, 2017 are \$43,509,732. We anticipate the total projected costs at completion will be consistent with those reported in the approved Alteration request.
3. **Method of Financing the Project** – The Project has been financed using \$43,509,732 in cash and securities.
4. **Anticipated Date of Completion** – Our anticipated completion date of the Project is on track to meet the permit renewal completion date of December 31, 2017.

If you need any additional information, please contact either Sarah Roche at 312-942-4938, Sarah_Roche@rush.edu or Clare Connor Ranalli.

Sincerely,

A handwritten signature in black ink, appearing to read 'John P. Mordach'.

John P. Mordach

CC: Mike Constantino, Supervisor of Project Review
George Roate, Division of Health Systems Development
Katie Struck, RUMC Legal Affairs
Clare Connor Ranalli, McDermott, Will & Emery LLP