



HERITAGE ENTERPRISES

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Monday, June 19, 2017

Ms. Courtney Avery, Administrator
Health Facilities and Services Review Board
Illinois Department of Public Health
525 West Jefferson Street, Second Floor
Springfield, IL 62761

RECEIVED

JUN 22 2017

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

Re: Permit #15-016
Rutledge Joint Ventures
d/b/a Heritage Health
Annual Progress Report

Dear Ms. Avery,

On June 2, 2015 the Illinois Health Facilities and Services Review Board granted a permit to Rutledge Joint Ventures, d/b/a Heritage Health for the major modernization of ancillary and support areas. On behalf of the Project, I am writing this letter to comply with section 1130.760 (Annual Progress Reports) of the 77 Illinois Administrative Code.

Current Status:

The Project has been financially committed and documentation provided as Exhibit 1. The total project scope of work is currently 98% complete. A breakdown of the work completed is listed below:

1. HVAC
 - All work completed
2. Plumbing
 - All work completed
3. Electrical
 - Four (4) light fixtures remain to be installed
 - All other work completed

4. General Construction
- Rear parking lot remains to be installed
 - All other work completed
5. Furniture, Fixtures, and Equipment
- All items received and in place

There have no changes in scope of work for this project from what was originally submitted.

Project Costs:

Appended herein (**EXHIBIT A**) is a Project Cost and Sources of Funds chart illustrating the approved line items, the corresponding expenditures that have been made per line item, and the most current general contract payout request.

Project Financing:

The method and sources of funds have not changed as originally approved. All funds to date have been paid out of Bank of Springfield loan proceeds or owner's equity.

Project Completion:

The anticipated date of completion is June 30, 2017.

Should you have any questions or concerns, please do not hesitate to contact me on behalf of the applicant.

Sincerely,



Michael R. Blake
SVP-Facilities
Heritage Operations Group

ENCLOSURES

Rutledge Joint Ventures d/b/a Heritage Health
PROJECT COSTS AND SOURCES OF FUNDS

Use of Funds	COST	Expended to Date	% Expended
Preplanning Costs	\$ -	\$ -	
Site Survey and Soil Investigation	\$ -	\$ -	
Site Preparation	\$ -	\$ -	
Off Site Work	\$ -	\$ -	
New Construction Contracts	\$ -	\$ -	
Modernization Contracts	\$ 7,066,275	\$ 6,330,048.00	90%
Contingencies	\$ 246,188	\$ 172,773.00	70%
Architectural/Engineering Fees	\$ 255,000	\$ 268,965.00	105%
Consulting and Other Fees	\$ 15,000	\$ 11,180.00	75%
Movable or Other Equipment	\$ 1,140,000	\$ 1,302,868.00	114%
Bond Issuance Expense	\$ -	\$ -	
Net Interest Expense During Construction	\$ 117,174	\$ 220,362.00	188%
Fair Market Value of Leased Space or Equipment	\$ -	\$ -	
Other Costs to be Capitalized	\$ -	\$ -	
Acquisition of Building or Other Property	\$ -	\$ -	
Total Uses of Funds	\$ 8,839,637	\$ 8,306,196	94%
Source of Funds			
Cash and Securities	\$ 1,561,281	\$ 1,370,086.00	88%
Pledges		\$ -	
Gifts and Bequests		\$ -	
Bond Issues		\$ -	
Mortgages	\$ 6,378,356	\$ 6,036,710.00	95%
Leases		\$ -	
Governmental Appropriations		\$ -	
Grants	\$ -	\$ -	
Other Funds and Sources	\$ 900,000	\$ 900,000.00	100%
Total Sources of Funds	\$ 8,839,637	\$ 8,306,796.00	94%

Application and Certificate For Payment

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To Owner: Heritage Enterprises 115 W. Jefferson St., Suite 40 Bloomington, IL 61702 From (Contractor): O'Shea Builders 3401 Constitution Dr Springfield, IL 62711 Phone: 217 522-2826	Project: Heritage Healthcare 900 N. Rutledge Mike Blake Springfield, IL 62702-3721 Contractor Job Number: 4984 Via (Architect): Farnsworth Group Contract For:	Application No: 23 Date: 05/31/2017 Period To: 05/31/17 Architect's Project No: Contract Date: 07/08/15
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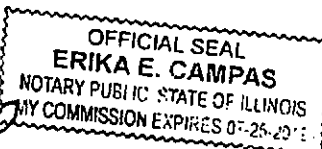
Contractor's Application For Payment

Change Order Summary	Additions	Deductions
Change orders approved in previous months by owner	135,437.00	-83,996.00
Number Date Approved Change orders approved this month		
Totals		
Net change by change orders	51,441.00	

Original contract sum	6,729,264.00
Net change by change orders	51,441.00
Contract sum to date	6,780,705.00
Total completed and stored to date	6,707,455.00
Retainage	
10.0% of completed work	670,745.50
0.0% of stored material	0.00
Total retainage	670,745.50
Total earned less retainage	6,036,709.50
Less previous certificates of payment	5,884,421.59
Current sales tax	
0.000% of taxable amount	0.00
Current sales tax	0.00
Current payment due	152,287.91
Balance to finish, including retainage	743,995.50

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: Mike O'Brien
 By: Mike O'Brien Date: 5/31/17
 State of: Illinois County of: Sangamon
 Subscribed and sworn to before me this 24 day of May
2017 (year). Notary public: Erika E. Campas
 My commission expires 07-25-2018



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: \$ 152,287.91

Architect: NBB
 By: NBB Date: 6/16/17

This Certification 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.

This Agreement has important legal and insurance consequences. Consultation with an attorney and insurance consultant is encouraged with respect to its completion or modification. Notes indicate where information is to be inserted to complete this Agreement.

ARTICLE 1 AGREEMENT

This Agreement is made this 6th Day of May in the year 2015, by and between the

OWNER:
Rutledge Joint Venture, LLC
115 West Jefferson Street
Suite 401
Bloomington, IL 61702-3188

and the

CONSTRUCTION MANAGER:
Harold O'Shea Builders, Inc.
3401 Constitution Drive
Springfield, IL 62711

for services in connection with the following

PROJECT, Renovation and Infrastructure Upgrades for Heritage Manor, located in Springfield, IL.

Notice to the Parties shall be given at the above addresses.

The Design Professional is:
Farnsworth Group
2709 McGraw Drive
Bloomington, IL 61704

ARTICLE 2 GENERAL PROVISIONS

2.1 RELATIONSHIP OF PARTIES The Parties each agree to proceed with the Project on the basis of mutual trust, good faith and fair dealing.

2.1.1 The Construction Manager shall furnish construction administration and management services and use the Construction Manager's diligent efforts to perform the Work in an expeditious manner consistent with the Contract Documents. The Parties shall each endeavor to promote harmony and cooperation among all Project participants.



The Date of Final Completion of the Work is: December 31, 2016 or within Thirty (30) Days after the Date of Substantial Completion, subject to adjustments as provided for in the Contract Documents.

This Amendment is entered into as of June 22, 2015.

OWNER: Rutledge Joint Venture, LLC

BY: David M. Unferwood
PRINT NAME [] PRINT TITLE Manager

BY: Kevin R. Englund
PRINT NAME [] PRINT TITLE []

CONTRACTOR: Michael E. O'Shea Builders, Inc.

BY: Michael E. O'Shea
PRINT NAME Michael E. O'Shea PRINT TITLE President

END OF DOCUMENT.

