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Janesville, WI 53548
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Via FedEx

December 2, 2016

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DEC 05 2016

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

Ms. Courtney Avery
Administrator
Illinois Health Facilities and Services Review Board
525 West Jefferson
Springfield, IL 62761

RE: Annual Progress Report - Hospital Project # 15-038
Rockford Memorial Hospital-Rockton Avenue Campus

Dear Ms. Avery:

Please accept this document in response to the annual progress reporting requirements for the above-referenced project, consistent with the provisions of Section 1130.760.

This project was approved by the State Board on November 18, 2015. A Certificate of Exemption was issued on October 25, 2015 addressing the establishment of a Neonatal Intensive Care Unit. Upon the completion of Project 15-038, the hospital will operate 94 beds.

The project, consistent with Permit 15-038, is currently approximately .6% complete, and the anticipated completion date remains June 30, 2020. To date, it is estimated that a total of approximately \$65,000 has been incurred, related to project. Substantive progress toward project completion is anticipated to begin as project 15-039 (Rockford Memorial Hospital-Riverside Boulevard Campus) nears completion.

The attached table identifies the anticipated project costs, as identified through the CON process, the currently-anticipated project cost, and costs incurred to date. The sources of funds are not anticipated to change from that identified in the alteration request.

The only project-related costs to date are those costs associated with the CON process, and estimated to be approximately \$65,000.

The major project components yet to be completed include:

- Renovation
- Equipment selection, acquisition and installation
- Inspections

Should any additional information be required, please do not hesitate to contact me.

Sincerely,

Paul T. Van Den Heuvel
Vice President of Legal Affairs & General Counsel

Attachment

Rockton Avenue

	<u>Approved Amount</u>	<u>Current Estimate</u>	<u>Incurred to Date*</u>
PROJECT COSTS			
	\$	\$	
Preplanning Costs	150,000	150,000	
Site Survey & Soil Investigation			
Site Preparation			
Off Site Work			
New Construction Contracts			
	\$	\$	
Modernization Contracts	5,340,470	5,340,470	
	\$	\$	
Contingencies	789,802	789,802	
	\$	\$	
A & E Fees	613,027	613,027	
	\$	\$	\$
Consulting & Other Fees	100,000	100,000	65,000
	\$	\$	
Moveable Equipment	3,000,000	3,000,000	
Bond Issuance Expense			
Net Interest Expense			
FMV of Leased Space/Equip.			
Other Costs to be Capitalized			
Acquisition of Bldg. or Other Property			
	\$	\$	\$
TOTAL	9,993,299	9,993,299	65,000
 SOURCES OF FUNDS			
	\$	\$	\$
Cash and Securities	9,993,299	9,993,299	65,000
Pledges			
Gifts and Bequests			
Bond Issues			
Leases (FMV)			
Depreciated Value of Equip.			
Grants			
Other Funds			
	\$	\$	\$
TOTAL	9,993,299	9,993,299	65,000

*estimate, as of 11/18/16