

Via FedEx

December 2, 2016

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

RECEIVED

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**SE. FACILITIES &
REVIEW BOARD**

RE: Annual Progress Report - Hospital Project # 15-039

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 and involves a major modernization project at Rockford Memorial Hospital – East Riverside Blvd. An alteration to the Permit was granted on October 25, 2016.

The project is currently approximately 0.05% complete, and the anticipated completion date remains June 2019. To date, it is estimated that a total of approximately \$13,081,572.12 has been incurred, related to project.

The attached table identifies the anticipated project costs, as identified in the *Application*, the currently-anticipated project cost, and costs incurred to date. The sources of funds are not anticipated to change from that identified in the *Application*. Also attached is a copy of the latest Mortenson Construction application for payment under the construction contract.

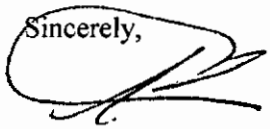
The major project components completed to date include:

- Mass grading
- Foundation excavation
- Partial installation of storm drainage, water and sanitary systems
- Establishment of temporary jobsite facilities

The major project components yet to be completed include:

- Foundations
- Structural steel
- Envelope
- Interior construction
- Sitework
- Landscaping

Sincerely,


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

Attachment

Riverside Hospital

	<u>Approved Amount</u>	<u>Current Estimate</u>	<u>Incurred to Date*</u>
PROJECT COSTS			
	\$	\$	
Preplanning Costs	4,453,000	4,453,000	
	\$	\$	\$
Site Survey & Soil Investigation	150,000	150,000	140,916
	\$	\$	
Site Preparation	4,395,522	4,395,522	
	\$	\$	
Off Site Work	8,314,359	8,314,359	
	\$	\$	\$
New Construction Contracts	209,303,910	209,303,910	6,781,402
Modernization Contracts			
	\$	\$	
Contingencies	10,086,060	10,086,060	
	\$	\$	\$
A & E Fees	9,890,000	9,890,000	6,005,829
	\$	\$	\$
Consulting & Other Fees	9,940,000	9,940,000	142,826
	\$	\$	
Moveable Equipment	119,000,000	119,000,000	
	\$	\$	\$
Bond Issuance Expense	4,178,740	4,178,740	10,599
	\$	\$	
Net Interest Expense	53,233,755	53,233,755	
FMV of Leased Space/Equip.			
	\$	\$	
Other Costs to be Capitalized	2,200,000	2,200,000	
Acquisition of Bldg. or Other Property			
	\$	\$	\$
TOTAL	435,145,346	435,145,346	13,081,572
SOURCES OF FUNDS			
	\$	\$	
Cash and Securities	15,000,000	15,000,000	
Pledges			
Gifts and Bequests			
	\$	\$	\$
Bond Issues	420,145,346	420,145,346	13,081,572
Leases (FMV)			
Depreciated Value of Equip.			
Grants			
Other Funds			
	\$	\$	\$
TOTAL	435,145,346	435,145,346	13,081,572

*estimate, as of 11/18/16