NorthShore University HealthSystem

Office of Finance

1301 Central Street
Evanston, IL 60201
www.northshore.org

(847) 570-5065
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October 24th, 2017

Ms. Courtney Avery
Illinois Health Facilities and Services Review Board
525 West Jefferson Street-2nd Floor
Springfield, IL 62761

Permit:	#15-047 – Lincolnshire MOB
Project:	Renovate an existing Structure to House Orthopedics Clinic, Rehabilitation Suite, Imaging, and Medical Office Suite in 35,470 GSF
Permit Holder:	NorthShore University HealthSystem

Dear Ms. Avery:

This is a report on Project completion and final realized cost for the above referenced project. This project was approved by the State Board on February 22, 2016 and involves a major modernization project at Northshore University Health System – Lincolnshire MOB. Included with this letter is the detailed itemization of expenditures by project cost component and certification of the expenditures and sources of funds. The approved permit amount was $ 16,522,726.53. The final realized cost of this project is $15,887,070.00 which is $635,656.53 or 4% below the approved permit amount. These costs have been audited and a letter of audit has been attached.

Pursuant to sections 1130.770 of the Illinois Administrative Code, this letter certifies that the final realized cost referenced above is the total cost required to complete the project and that there are no additional or associated costs or capital expenditures related to the project which will be submitted for reimbursement under Title XVIII or XIX.

The Statement of Compliance with all terms of the permit is shown below and the required AIA Forms G702 is attached.

If we can provide you any further information at this time, please contact me via email at blewin@northshore.org or 847-570-5089.

State of Illinois
County of Cook
Signed before me on Oct 24, 2017
by Brent Lewin.

Ellen Daniel, Notary Public

OFFICIAL SEAL
ELLEN DANIEL
NOTARY PUBLIC - STATE OF ILLINOIS
MY COMMISSION EXPIRES:11/15/19

Sincerely,

Brent Lewin
Senior Director, Finance
NorthShore University HealthSystem

Integrated
Facilities
Solutions, Inc

ber:	13-047
	NorthShore University HealthSystem Lincolnshire Medical Clinics Building, Lincolnshire
	Final C.O.N. Progress Report
s:	NorthShore University HealthSystem
	October 13, 2017

	Projected	Total Costs Incurred	Available Balance	Variance From Approved
osts	$ 102,019.07	$ 86,996.20	$ 15,022.87	$ 15,022.87
Soil Investigation				
on	$ 283,386.30	$ 279,192.82	$ 4,193.48	$ 4,193.48
sion Contracts	$ 70,400.00		$ 70,400.00	$ 70,400.00
Contracts	$ 6,678,251.00	$ 7,611,510.95	$ (933,259.95)	$ (933,259.95)
	$ 850,158.90		$ 850,158.90	$ 850,158.90
ngineering Fees	$ 470,421.26	$ 455,724.23	$ 14,697.03	$ 14,697.03
Other Fees	$ 218,000.00	$ 781,966.50	$ (563,966.50)	$ (563,966.50)
her Equipment	$ 3,453,950.00	$ 2,275,539.30	$ 1,178,410.70	$ 1,178,410.70
be Capitalized			$ -	$ -
Sub-total	$ 12,126,686.53	$ 11,490,930.00	$ 635,656.53	$ 635,656.53
lue of Leased Space	$ 4,396,140.00	$ 4,396,140.00	$ -	$ -
Total	$ 16,522,726.53	$ 15,887,070.00	$ 633,656.53	$ 635,656.53

urities	$ 16,522,726.53
ests	
project related)	
arket value)	
Appropriations	
nd Sources	
	$ 16,522,726.53

LICATION AND CERTIFICATE FOR PAYMENT

AIA Document G702

TO OWNER: NORTHSHORE UNIVERSITY HEALTH SY
1301 CENTRAL AVE
EVANSTON, IL
60201 UNITED STATES

PROJECT: Northshore University - Lincolnshire MOB
620 Milwaukee Ave
Lincolnshire, IL
60069 UNITED STATES

APPLICATION NO. 14
PERIOD TO 31-AUG-17
PROJECT NOS. 116032
INVOICE NO.201700236

Distribution to:
OWNER
ARCHITECT
CONTRACTOR

CONTRACTOR: Bulley & Andrews LLC
1755 W. Armitage Avenue
Chicago IL 60622 USA

ARCHITECT: Eckenhoff Saunders Architects

CONTRACT DATE 04-MAR-16

ONTRACT FOR: Northshore University - Lincolnshire MOB

TRACTOR'S APPLICATION FOR PAYMENT

on is made for payment, as shown below, in connection with the Contract. Continuation attached.

GINAL CONTRACT SUM	$	6,226,098.00
change by change orders	$	1,664,605.77
TRACT SUM TO DATE (Line1 +/- 2)	$	7,890,703.77
AL COMPLETED & STORED TO DATE (on G on G703)	$	7,890,703.77
AINAGE:		
etainage Column I of G703)	$	0.00
AL EARNED LESS RETAINAGE (4 less Line 5 Total)	$	7,890,703.77
S PREVIOUS CERTIFICATES FOR PAYMENT (6 from prior Certificate)	$	7,359,208.80
RENT PAYMENT DUE	$	531,494.97
ANCE TO FINISH, INCLUDING RETAINAGE (3 less Line 6)	$	0.00

E ORDER SUMMARY		ADDITIONS	DEDUCTIONS
Order approved in months by Owner		1,597,623.00	0.00
ROVED THIS MONTH			
ber	Date Approved		
	30-MAY-2017	75,107.00	
	02-SEP-2017	0.00	8,124.23
CURRENT TOTAL		75,107.00	8,124.23
ange by Change Orders			1,664,605.77

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 : Bulley & Andrews LLC

By: [signature] Date: 8/31/17

State of: Illinois

County of: COOK

Subscribed and sworn to before me this 31st day of August 2017

Notary Public: Jana Whiddon

My Commission expires: 12-20-20

OFFICIAL SEAL
JANA WHIDDO
NOTARY PUBLIC, STATE O
My Commission Expires D

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 Work is in accordance with the Contract Documents, and the Contractor is entitled to the payment of the AMOUNT CERTIFIED.

AMOUNT CERTIFIED..........$ 531,494.97

(Attach explanation if amount certified differs from the amount applied for. Initial figures on this Application and on the Continuation Sheet that are changed to conform to the amount certified.)

ARCHITECT : Eckenhoff Saunders Architects

By : [signature] Date : 09-19-2017

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.

NorthShore
University HealthSystem

October 24, 2017 **Interoffice Correspondence**

To: Brent Lewin, Senior Director, Finance

From: Lynn Banks, Senior Internal Auditor, Internal Audit

Subject: Certificate of Need Close-Out – Project #15-047: NorthShore University HealthSystem – Lincolnshire Medical Clinics Building

SCOPE:

The Certificate of Need (CON) close out review for the NorthShore University HealthSystem Lincolnshire Medical Clinics Building Project was conducted as part of the compliance component of the Internal Audit Department's annual audit work plan.

The objectives of this review were:

- To determine if charges to be reported to the Illinois Health Facilities Services Review Board are substantiated by appropriate supporting documentation;
- To determine if expenses were properly recorded for the project and CON account category;
- To determine if expenses were properly approved;
- To determine the mathematical accuracy of invoices;
- To determine if applicable construction progress payments included accurate application for payment documents (i.e., previous payment calculations), were properly notarized, and included lien waivers.

In order to accomplish our objectives, we:

- Reviewed, on a test basis, expenditures identified on the project general ledger report to ensure existence of appropriate supporting documentation;
- Determined that the items sampled were properly included on the appropriate usage line in the Draft Close Out report;
- Confirmed that reconciling items were appropriately and logically supported.

CONCLUSIONS:

In our opinion, based on our review of $14,816,407.31 (93%) of costs for the Lincolnshire Medical Clinics Building Project, we confirm that the $15,887,070.00 in CON charges to be reported to the Illinois Health Facilities Services Review Board by the October 29, 2017 required submission date, were substantiated by comprehensive and appropriate supporting documentation. Our review did not identify any material inaccuracies in expenses incurred, paid and recorded.

c: Mark Alexander, AVP, Corporate Compliance & Internal Audit
Jeffery Biesczat, VP and Controller, Finance
Harry L. Jones, Jr., Chief Compliance Officer
Jessica Morris, Manager, Finance