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

March 14, 2018

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

Re: Permit #15-053

Dear Ms. Avery,

RECEIVED

MAR 18 2018

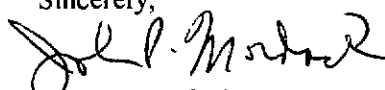
**HEALTH FACILITIES
SERVICES REVIEW BOARD**

Pursuant to 77 Illinois Administrative Code 1130.760, this is the annual progress report for permit #15-053, Rush University Medical Center (the "Project"). The permit for the Project was issued on February 16, 2016, to Rush University Medical Center. The approved permit amount was \$32,000,000 for Master Design of Phase I of the construction of a comprehensive outpatient services building in 620,000 GSF of space (excluding garage space). A Request for Renewal for the Project was submitted on November 10, 2017 to extend the permit original completion date from December 31, 2017 to December 31, 2018. On November 21, 2017 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 January 31, 2018, the Project is 32% complete. The scope or size of the Project has not changed per permit issuance.
2. **Costs Incurred to Date** – Project costs incurred through January 31, 2018 are \$10,225,493. We anticipate the total projected costs at completion will be consistent with those reported in the approved CON application.
3. **Obligation of the project** – The project has been obligated via commitment of at least one-third of the projected project costs.
4. **Method of Financing the Project** – The Project has been financed using \$10,225,493 in cash and securities.
5. **Anticipated Date of Completion** – Our anticipated completion date of the Project is on track to meet the permit renewal completion date of December 31, 2018.

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

Sincerely,



John P. Mordach

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