

## STATE OF ILLINOIS HEALTH FACILITIES AND SERVICES REVIEW BOARD

525 WEST JEFFERSON ST. ● SPRINGFIELD, ILLINOIS 62761 ●(217) 782-3516 FAX: (217) 785-4111

June 1, 2016

John Kniery
Foley & Associates, Inc.
Health Care Consulting
133 South Fourth Street Suite 200
Springfield, Illinois

Re:

16-011 - Northbrook Behavioral Health Hospital

John:

We are in receipt of the information regarding our request that was dated May 20, 2016. We had requested financial ratios for US HealthVest LLC. We believe from the information we have reviewed that additional contributions or debt will be needed to fund this project and the operating start up costs. Our report will reflect our view and that our request for the financial ratio information was not provided.

Additionally in reviewing your financial statements dated December 31, 2014, Note 9 stated

"Chicago Behavioral Hospital (2014 Health, LLC) leases its Illinois based facility from its related company, 2014 Health Realty, LLC. [See page 247 of the application for permit]

We consider this a change of ownership and it should have been approved by the State Board. The change of ownership exemption [E-016-14] noted that an entity 2014 Health, LLC would own the property and not 2014 Health Realty, LLC. We need to have this resolved before we can take project #16-011 to the Board for approval.

The statute states (20 ILCS 3960/3) "Change of ownership of a health care facility" means a change in the person who has ownership or control of a health care facility's physical plant and capital assets. A change in ownership is indicated by the following transactions: sale, transfer, acquisition, lease, change of sponsorship, or other means of transferring control.

Should you have any questions or concerns please contact Mike Constantino or George Roate at Mike.Constantino@illinois.gov or George.Roate@illinois.gov or 217.782.3516.

Sincerely,

Mike Constantino Project Reviewer