

# STATE OF ILLINOIS HEALTH FACILITIES AND SERVICES REVIEW BOARD

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DOCKET NO B-01	BOARD MEETING October 30, 2018	<b>PROJECT NO:</b> 16-042
PERMIT HOLDERS  Fresenius Medical Care Holdings, Inc. Fresenius Medical Care Paris, LLC		
FACILITY NAME: Fresenius Kidney Care Paris Community		CITY: Paris

#### STATE BOARD STAFF REPORT EXTENSION OF FINANCIAL COMMITMENT PERIOD

On March 14, 2017, the Permit Holders were approved to establish an 8-station End Stage Renal Dialysis (ESRD) facility on the campus of Paris Community Hospital in Paris, Illinois at a cost of \$2,603,250. An alteration was approved and the current project cost is \$2,707,415.

The project is not obligated and the current completion date is <u>September 30, 2018</u>. In accordance with the Planning Act, the permit is valid provided that financial commitment of the project occurs prior to September 30, 2018. On August 13, 2018, the permit holders submitted a request to extend the financial commitment period. The State Board Staff notes the permit holders are requesting a 12-month extension to the current financial commitment period, from September 30, 2018 to September 30, 2019. The State Board Staff notes the financial commitment extension request was received more than 45 days prior to the permit expiration date and accompanies a permit renewal request asking to extend the project completion date from September 30, 2018, to March 31, 2020 (18 months).

### I. The Obligation Extension Request

#### **A.** Status of the Project and Components Yet to be Finished:

The first annual progress report was received on March 16, 2018, and the second report is not due until April 2019. The construction phase of the project has not commenced due to extended lease negotiations stemming from an extended planning process related to a modernization project underway at Paris Community Hospital, Paris.

#### **B.** Reason Why the Project Has Not Been Financially Committed:

The Applicants in their request for an extension of the financial commitment period stated the following:

The proposed facility will be located in leased space on the campus of Paris Community Hospital, Paris. Paris Community Hospital is currently in the planning phase of a modernization project on its hospital campus that did not require a Certificate of Need permit. The extended planning process has delayed the finalization of lease execution with the permit holders, resulting in delays in project commencement.

## C. Anticipated Final Cost of the Project:

As of the date of this report the approved cost of the project remain unchanged.

STATE BOARD STAFF NOTES IT APPEARS THAT THE PERMIT HOLDERS HAVE SUBMITTED ALL OF THE REQUIRED INFORMATION SPECIFIED IN 77 ILAC 1130.730 EXTENSION OF FINANCIAL COMMITMENT PERIOD