



STATE OF ILLINOIS  
HEALTH FACILITIES AND SERVICES REVIEW BOARD

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

June 22, 2017

Paul Van Den Heuvel, Pres & Gen Counsel  
Mercy Health Corporation  
2400 N. Rockton Ave  
Rockford, IL 61103

**Re: Project Number: #17-001**  
**Facility Name: Mercy Health Hospital and Med Center Crystal Lake Medical Office Building**  
**Facility Address: SE Corner State Rte 31 & Three Oaks Rd., Crystal Lake, Illinois**  
**Applicants: Mercy Health Corporation - Mercy Crystal Lake Hospital and Medical Center, Inc.**  
**Permit Holder(s): Mercy Crystal Lake Hospital and Medical Center, Inc.**  
**Licensee/Operating: Mercy Crystal Lake Hospital and Medical Center, Inc.**  
**Owner(s) of Site: Mercy Health System Corporation**  
**Project Description: Construct a medical office building in 36,222 GSF. The building will have 37 exam rooms for 15 physicians, physical therapy, occupational therapy and infusion therapy.**  
**Permit Amount: \$ 18,814,876**  
**Permit Conditions: None**  
**Project Required Commitment Date: June 20, 2019**  
**Project Completion Date: November 30, 2020**  
**Annual Progress Report Due Date: June 20, 2018**

Dear Mr. Van Den Heuvel:

On June 20, 2017, the Illinois Health Facilities and Services Review Board approved the application for permit for the above-referenced project. This approval was based upon the substantial conformance with the applicable standards and criteria in the Illinois Health Facilities Planning Act (20 ILCS 3960) and 77 Illinois Administrative Codes 1110 and 1120.

*In arriving at a decision, the **State Board** adopted the **State Board staff's report and findings**, and when applicable, considered the application materials, public hearing testimony, public comments and documents, testimony presented before the Board and any additional materials requested by State Board staff.*

The permit is valid only for the approved construction or modification, site, amount and the named permit holder. Please note that the permit is **not transferable or assignable**. In accordance with the Planning Act, the permit is valid until such time as the project has been completed, provided that all post-permit requirements have been fulfilled, pursuant to the requirements of 77 Illinois Administrative Code 1130. Failure to comply with post-permit requirements may result in an invalidation of the permit, sanctions, fines or State Board action to revoke the permit.

To maintain a valid permit, the permit holder is responsible for complying with the following requirements.

4. FINANCIAL COMMITMENT 1130.720

The project must be obligated by the **Financial Commitment Date**, unless the permit holder obtains an "Extension of the Commitment Period" as provided in 77 Illinois Administrative Code 1130.730. Financial Commitment is to be reported as part of the first annual progress report for permits requiring Commitment within 12 months after issuance. For major construction projects which require Commitment within 24 months after permit issuance, Commitment must be reported as part of the

second annual progress report. If project completion is required prior to the respective annual progress report referenced above, Commitment must be reported as part of the notice of project completion. The reporting of Financial Commitment must reference a date certain when at least 33% of total funds assigned to project cost were expended or committed to be expended by signed contracts or other legal means.

2. ANNUAL PROGRESS REPORT-PART 1130.760

An annual progress report must be submitted to HFSRB every 12<sup>th</sup> months from the permit issuance date until such time as the project is completed.

3. PROJECT COMPLETION REQUIREMENTS-PART 1130.770

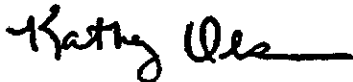
The requirements for a compliant Final Realized Costs Report are defined in the State Board's regulations under 77 Ill. Adm. Code 1130.770.

This permit does not exempt the project or permit holder from licensing and certification requirements, including approval of applicable architectural plans and specifications prior to construction.

**Please note that the Illinois Department of Public Health will not license the proposed facility until such time as all of the permit requirements have been satisfied.**

Should you have any questions regarding the permit requirements, please contact Juan Morado at [Juan.Morado2@illinois.gov](mailto:Juan.Morado2@illinois.gov) or 312-814-2678.

Sincerely,



**Kathy J. Olson, Chairwoman**  
Illinois Health Facilities and Services Review Board

cc: Courtney Avery, Administrator