



SAINT ELIZABETH MEDICAL CENTER

RECEIVED

APR 26 2018

HEALTH FACILITIES &
SERVICES REVIEW BOARD

April 23, 2018

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

RE: Notice of Financial Commitment and Annual Report
Permit #17-008
OSF Center for Health – Streator
Ottawa Regional Hospital & Health Care System d/b/a Saint Elizabeth
Medical Center

Dear Ms. Avery:

The purpose of this letter is to notify you that on February 1, 2018, OSF Saint Elizabeth Medical Center (SEMC) obligated its development of an ambulatory health center (Permit #17-008).

This project was approved by the IHFSRB on May 2, 2017 in the amount of \$32,545,000. SEMC signed a construction contract with P.J. Hoerr and expended other capital costs. With the signing of the P.J. Hoerr contracts approximately 52% of the approved project costs have been financially committed. This is consistent with the approved project scope and the requirements of Section 1130-720 of the rules which requires "projects for construction, establishment, or modification shall be financially committed by expending or committing to expend at least 33% of the total project cost no later than 24 months" (for major construction projects).

This letter is also being submitted in compliance with State Board Rule 1130.760, which provides that a CON permit holder must submit an annual report or project status report to the Illinois Health Facilities and Services Review Board.

As stated above, OSF Saint Elizabeth Medical Center received approval on May 2, 2017 with respect to the development of an ambulatory health center. All data submitted is current through April 13, 2018.

1. Current status of project, including the percentage of the project finished, components yet to be finished and any changes to scope or project size:
New construction is 2% complete
Construction/modernizations are 10% complete
2. The project cost expended to date is \$2,692,000.

3. Project obligation occurred with the execution of the contract on February 1, 2018.
4. The project is currently 12% complete.
5. The anticipated date of completion is on target to occur by the permitted completion date of March 31, 2019.
6. The method of financing and project sources of funds is cash and securities, and bonds.

If you have any questions, please feel free to contact me at 815-431-5456 or kenneth.p.beutke@osfhealthcare.org.

Sincerely,



Kenneth P. Beutke, President
OSF Saint Elizabeth Medical Center

.c: Mike Constantino, Supervisor of Project Review
Clare Connor, McDermott Will & Emery, LLP
Mark Hohulin, Senior Vice President, OSF Healthcare System
Don Damron, Vice President, Ambulatory Services, OSF Saint Elizabeth Medical Ctr
Brian Geier, Vice President Design & Construction, OSF Healthcare System
DeCarol Hardenburg, Corporate Project Manager, OSF Healthcare System