



STATE OF ILLINOIS HEALTH FACILITIES AND SERVICES REVIEW BOARD

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

DOCKET ITEM: A-03	BOARD MEETING: June 4, 2019	PROJECT NUMBER: 17-051
PERMIT HOLDERS(S): OSF Healthcare System		
FACILITY NAME and LOCATION: OSF St. Anthony's Health Center Cancer Treatment Center, Alton		

STATE BOARD STAFF REPORT **PERMIT RENEWAL REQUEST**

I. Background

On January 9, 2018, the State Board approved Project #17-030. The permit authorized the construction of a Cancer Treatment Center in 16,992 GSF of newly constructed space, connected to St. Anthony's Health Center, in Alton. The State Agency notes the project is obligated, and the current project completion date is June 30, 2019. Project cost: \$14,151,018.

State Board Staff notes the permit holders submitted the permit renewal request on April 15, 2019. This submittal was in accordance with 77 IAC 1130.740(d), which states that the State Board must receive renewal requests at least 45 days prior to the permit expiration date. A \$500.00 permit renewal fee accompanied the renewal request.

II. Findings

State Board Staff notes this is the first renewal request for this project and the permit holders have submitted all of the information required in Section 1130.740 for a permit renewal. .

III. The Permit Renewal Request

- A. Requested Completion Date: The permit holders request a project completion date of December 30, 2019. This would extend the project's completion date six months, from June 30, 2019 to December 30, 2019.
- B. Status of the Project and Components Yet to be Finished: The permit holders state the project is approximately 63% complete. Remaining components include interior build-out, finish construction, and life safety/certification inspections.
- C. Reason(s) Why the Project Has Not Been Completed: The permit holders' state the project required excavation that took longer than anticipated, and it was during the construction phase during Winter 2018, that temperature extremes resulted in slow progress during the construction phase.
- D. Evidence of Financial Commitment to Fund the Project: The permit holders indicate that at the time of renewal request, \$4,685,780 (33.1% of the overall project cost), has been expended to date, and the permit holders can attest to the existence of sufficient financial resources to complete the project.
- E. Anticipated Final Cost of the Project: The permit holders estimate the project will not deviate from the original permit amount of \$14,151,018.

IV. Project Description & Other Background Information

The permit authorized the construction of a Medical Office Building/Cancer Care Center in 16,992 GSF of space, in Alton. Project cost: \$14,151,018.

Permit Issuance Date: January 9, 2018

Project Obligation Date: May 15, 2018

Original Project Completion Date: June 30, 2019

Proposed Project Completion Date: December 30, 2019
(6-month renewal request)

V. Applicable Rules for Permit Renewal Requests

77 IAC 1130.740 specifies that a permit holder may request a change in the approved project completion date by applying for a permit renewal.

77 IAC 1130.230(h)(5) states that failure to complete a project or to renew a permit within the prescribed timeframes will subject the permit holders to the sanctions and penalties provided in the Act and this Subpart.

77 IAC 1130.740(b) states that a permit renewal will commence on the expiration date of the original or renewed completion period.

77 IAC 1130.740(c) states that the State Board must be in receipt of a permit renewal request at least 45 days prior to the expiration date of the completion period, and include the following: 1) the requested completion date; 2) a status report on the project detailing what percent has been completed and a summary of project components yet to be finished and the amount of funds expended on the project to date; 3) a statement as to the reasons why the project has not been completed; and 4) confirmatory evidence by the permit holders' authorized representative that the project's costs and scope are in compliance with what the State Board approved and that sufficient financial resources are available to complete the project.

77 IAC 1130.740(d) states the State Board staff will review the request and prepare a report of its findings. If the findings are that the request is in conformance with all HFSRB criteria, and if this is the first request for this project, then the request, staff's findings, and all related documentation shall be sent to the Chairman. The Chairman, acting on behalf of HFSRB, will approve, deny or refer the request to the HFSRB for action. If staff finds that all criteria are not positive or, if this is not the first request for this project, or if the Chairman refers this to HFSRB for action, then HFSRB will evaluate the information submitted to determine if the project has proceeded with due diligence (as defined in 77 IAC 1130.140). Denial of a permit renewal request constitutes HFSRB's Notice of Intent to revoke a permit and the permit holders will be afforded an opportunity for an administrative hearing.

VI. Other Information

Appended to this report are the following: the permit holders' documents for a permit renewal.

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APR 15 2019

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

April 12, 2019

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

Re: First Request for Permit Renewal (Section 1130.740)
Project #17-051: OSF Healthcare System d/b/a OSF Saint Anthony's Health Center, Alton
Construction of Cancer Treatment Center

Dear Ms. Avery:

On behalf of OSF Healthcare System d/b/a OSF Saint Anthony's Health Center, Alton, we are submitting a permit renewal request for the above referenced project. Excavation took longer than expected, additional over excavation was required for the building pad and there were construction delays due to the cold weather in November, December and January. The current permit is set to expire on June 30, 2019 and we are requesting a six (6) month extension, until December 30, 2019, to allow sufficient time for project completion, including the required Illinois Department of Public Health inspection and approval. The permit was issued for construction of a Cancer Treatment Center. The status of the project is as follows:

- The project overall is 63% complete.
- To date, approximately \$4,685,780.00 has been spent on the project.
- The project scope and cost is in compliance with the permit issued on January 9, 2018.

I am submitting the required permit renewal fee with this request.

Thank you for your consideration and should you have any questions do not hesitate to contact me at 309-308-9656 or mark.e.hohulin@osfhealthcare.org.

Sincerely,



Mark Hohulin, Senior Vice President
OSF Healthcare System

c: Ajay Pathak
Sister Anselma
Michael Henderson
Brian Geier
Charles Miller
Mike Constantino

17-051 OSF St Anthony Health Center - Alton

