



December 20, 2022

John Kniery, Administrator  
Illinois Health Facilities and Services Review Board (IHFSRB)  
525 West Jefferson Street, 2nd Floor  
Springfield, IL 62761

Re: Final Report- IHFSRB Project #18-003, Taylorville Memorial Hospital  
Permit Holder – Memorial Health System

Dear Mr. Kniery:

This letter is submitted in compliance with State Board Rule 1130.770, which requires that a CON permit holder provide a final report of project status to the Illinois Health Facilities Services and Review Board. Project #18-003 is now complete.

Taylorville Memorial Hospital received approval on April 17, 2018 to complete a major modernization of the facility including the new construction of a 1-story and 2-story addition with the demolition of the old building following the new construction. The permit amount is \$59,962,138. This project was obligated on May 9, 2018. The first phase of the project was completed in March 2020. The second phase of the project was completed and fully operational on July 7, 2021. To allow time for final invoices to be received and to allow scheduling for an outside independent audit to be completed, in May 2022, a request was submitted to renew the CON permit. On May 17, 2022, the Chairwoman approved the renewal. The final invoice was paid on August 17, 2022. An independent audit report prepared by Sikich, LLP is attached to this letter and was received on December 2, 2022. One hundred percent (100%) of project expenses have now been disbursed and audited. There are not additional or associated costs or capital expenditures related to the project.

The amounts approved in the CON and the amounts paid in each of the expense categories follow:

| Expense Categories                                         | Approved Budget     | Expended thru 3/15/21 |
|------------------------------------------------------------|---------------------|-----------------------|
| Preplanning Costs                                          | \$683,725           | \$697,162             |
| Site Survey and Soil Investigation                         | \$224,806           | \$13,311              |
| Site Preparation                                           | \$1,454,548         | \$2,182,573           |
| Off Site Work                                              | -                   | -                     |
| New Construction Contracts                                 | \$36,318,182        | \$37,823,568          |
| Modernization Contracts                                    | \$439,044           | \$158,246             |
| Contingencies                                              | \$3,697,675         | \$3,941,625           |
| Architectural/Engineering Fees                             | \$3,050,000         | \$2,260,695           |
| Consulting and Other Fees                                  | \$991,849           | \$503,206             |
| Movable or Other Equipment (not in construction contracts) | \$5,625,065         | \$5,149,779           |
| Bond Issuance Expense (project related)                    | \$150,000           | -                     |
| Net Interest Expense During Construction (project related) | \$3,200,000         | \$1,423,084           |
| Fair Market Value of Leased Space or Equipment             | -                   | -                     |
| Other Costs To Be Capitalized                              | \$4,127,244         | \$2,379,850           |
| Acquisition of Building or Other Property (excluding land) | -                   | -                     |
| <b>TOTAL</b>                                               | <b>\$59,962,138</b> | <b>\$56,533,099</b>   |



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The scope of the project has not altered from what was approved by the IHFSRB. The project complies with all terms of the permit including project cost, square footage, scope and services. The source and use of funds and method of financing for this project have changed from the original CON application. Originally, the project was to be funded 80% by bond financing; however, now the entire project is being funded with cash and securities.

Please feel free to reach out to me via phone at 217-788-4263 or via email at [mollohan.dana@mhsil.com](mailto:mollohan.dana@mhsil.com) if you have any questions or need additional information.

Sincerely,

A handwritten signature in black ink that reads "Dana J. Mollohan".

Dana Mollohan, CPA, MBA  
System Director, Business Development & Planning  
Memorial Health