



# STATE OF ILLINOIS HEALTH FACILITIES AND SERVICES REVIEW BOARD

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

<b>DOCKET ITEM</b> A-01	<b>BOARD MEETING:</b> October 26, 2021	<b>PROJECT NUMBER:</b> 18-005
<b>PERMIT HOLDERS(S):</b> County of DeKalb		
<b>FACILITY NAME and LOCATION:</b> DeKalb County Rehabilitation & Nursing Center, DeKalb		

## **STATE BOARD STAFF REPORT** **PERMIT RENEWAL REQUEST**

### **I. Background**

On June 5, 2018, the State Board approved Project #18-005. The permit authorized a modernization/expansion project at DeKalb County Rehabilitation & Nursing Center, in DeKalb. The State Agency notes the project is obligated, and the current project completion date is October 31, 2021. Project cost: \$16,834,948.

State Board Staff notes the permit holders submitted the permit renewal request on September 10, 2021. 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 second renewal request for this project and the permit holders have submitted all of the information required in Section 1130.740 for a permit renewal.

The first renewal request was approved on January 29, 2020, and granted the permit holders an additional seven (7) months (March 31, 2020 to October 31, 2021), to complete the project.

### **III. The Permit Renewal Request**

- A. Requested Completion Date: The permit holders request a project completion date of October 31, 2022. This would extend the project's completion date twelve months, from October 31, 2021 to October 31, 2022.
- B. Status of the Project and Components Yet to be Finished: The permit holders state the project is approximately 99% complete, with finish construction, furniture installation, IDPH inspection/licensure, and submittal of the final cost report remaining.
- C. Reason(s) Why the Project Has Not Been Completed: The permit holders' state the need for the second renewal is based solely on the COVID-19 Pandemic, and the inability to engage a subcontractor workforce to perform the above mentioned finishing tasks.
- D. Evidence of Financial Commitment to Fund the Project: The permit holders indicate that \$15,180,579 (90% of the overall project cost), has been expended to date, and that sufficient financial resources remain to ensure project completion.
- E. Anticipated Final Cost of the Project: The permit holders estimate the project will not deviate from the original permit amount of \$16,834,948.

### **IV. Project Description & Other Background Information**

The permit authorized a modernization/expansion project on the campus of DeKalb County Rehabilitation and Nursing Center, in Dekalb. Project cost: \$16,834,948.

Permit Issuance Date:	June 5, 2018
Project Obligation Date:	January 21, 2020
Original Project Completion Date:	March 31, 2020
Proposed Project Completion Date: (1 <sup>st</sup> request 10-month renewal)	October 31, 2021
Proposed Project Completion Date: (2 <sup>nd</sup> request 12-month renewal)	October 31, 2022

**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.