



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-02	BOARD MEETING: December 4, 2018	PROJECT NUMBER: 18-026
PERMIT HOLDERS(S): University Rehab Real Estate, LLC University Rehabilitation Center C-U, LLC Champaign County Board		
FACILITY NAME and LOCATION: Champaign County Nursing Home/University Rehabilitation Center, Urbana		

STATE BOARD STAFF REPORT **PERMIT RENEWAL REQUEST**

I. Background

On October 30, 2018, the State Board approved Project #18-026. The permit authorized the transfer of ownership and renaming of Champaign County Nursing Home, Urbana. The State Agency notes the project is not obligated, and the current project completion date is November 30, 2018. Project cost: \$11,000,000.

State Board Staff notes the permit holders submitted the permit renewal request on November 8, 2018. This submittal was in not 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, and a \$500.00 late 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 March 1, 2019. This would extend the project's completion date three months, from November 30, 2018 to March 1, 2019.
- B. Status of the Project and Components Yet to be Finished: The permit holders state they are working diligently to transfer existing contracts, and obtain new licensure for the facility. However, the time required for the transfer of contracts would surpass the original project completion date.
- C. Reason(s) Why the Project Has Not Been Completed: The permit holders' state the project has proceeded with due diligence and the original project completion date was more ambitious than first estimated. The proper execution of contracts and the timely transfer of license would extend beyond the original project completion date.
- D. Evidence of Financial Commitment to Fund the Project: The permit holders did not indicate whether evidence of sufficient funds exist. However, the permit holders did attest to the existence of sufficient financial resources to complete the project on the permit approval date (October 30, 2018).
- E. Anticipated Final Cost of the Project: The permit holders estimate the project will not deviate from the original permit amount of \$11,000,000.

IV. Project Description & Other Background Information

The permit authorized the sale/transfer of ownership of a 243-bed Long Term Care facility in Urbana. Project cost: \$11,000,000.

Permit Issuance Date:	October 30, 2018
Project Obligation Date:	November 30, 2018
Original Project Completion Date: (Submittal of Final Cost Report)	November 30, 2018
Proposed Project Completion Date: (3-month renewal request)	March 1, 2019

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.

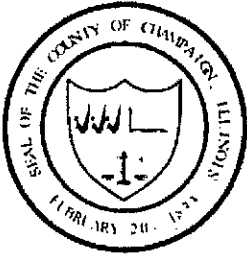
77 IAC 1130.740(b) states that a permit renewal will commence on the expiration date of the original or renewed completion period.

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.



CHAMPAIGN COUNTY ADMINISTRATIVE SERVICES

1776 East Washington Street, Urbana, Illinois 61802-4581

**ADMINISTRATIVE, BUDGETING, PURCHASING, & HUMAN RESOURCE
MANAGEMENT SERVICES**

Debra Busey, Interim County Administrator

November 7, 2018

FEDERAL EXPRESS

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

RECEIVED
NOV 08 2018
HEALTH FACILITIES &
SERVICES REVIEW BOARD

Re: Permit Renewal Request – Champaign County Nursing Home (Proj. No. 18-026)

Dear Ms. Avery:

I am writing on behalf of the Champaign County Board, University Rehabilitation Center of C-U, LLC; University Rehab Real Estate, LLC (collectively, "Applicants") to request a one month extension of the completion date for Project No. 18-026 (Champaign County Nursing Home). On October 30, 2018, the Illinois Health Facilities and Services Review Board ("HFSRB") approved Applicants' certificate of need application for the change of ownership of Champaign County Nursing Home, a 243 bed skilled nursing facility located at 500 South Art Bartell Drive (the "Project"). The Applicants initially contemplated closing of the change of ownership would occur no later than November 30, 2018. Due to the time needed to complete the conditions necessary to close on the sale of the nursing home, the Applicants request a one month extension of the Project permit and a new project completion date of January 1, 2019.

1. Requested Project Completion Date

The Applicants requests the HFSRB grant a one month renewal of the Project permit and establish January 1, 2019 as the new project completion date.

2. Status of the Project

The Applicants are diligently working to transfer the existing contracts and to obtain a new license for the skilled nursing facility. Due to the time required to complete the conditions to close on the transaction, the Applicants request a one month renewal of the Project permit.

3. **Statement Regarding Completion of the Project**

The Applicants are diligently working to transfer the existing contracts and to obtain a new license for the skilled nursing facility. Due to the time required to complete the conditions to close on the transaction, the Applicants request a one month renewal of the Project permit.

4. **Confirmatory Evidence of Project Compliance**

I hereby certify, pursuant to 77 Ill. Admin. Code §1130.740, the Applicants' compliance with the scope and costs of the project approved by the HFSRB pursuant to Project Permit #18-026.

Based on the above information, which is provided to the HFSRB in compliance with Section 1130.740 of the Illinois Administrative Code, the Applicants formally request a one month renewal of their permit for Project #18-026 and a new project completion date of January 1, 2019.

If you need any additional information or have any questions regarding the status of the project, please feel free to contact me.

Sincerely,

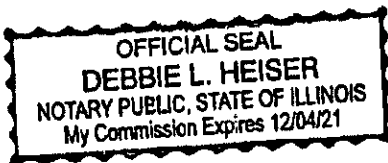


Debra Busey
Interim County Administrator

SUBSCRIBED AND SWORN
To before me this 7 day of
November, 2018

Debbie L. Heiser

My commission expires: 12-04-2021





150 N. Riverside Plaza, Suite 3000, Chicago, IL 60608-1599 • 312.619.1900

November 16, 2018

VIA E-MAIL

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

RECEIVED

NOV 14 2018

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

Re: Permit Renewal Request – Champaign County Nursing Home (Proj. No. 18-026)

Dear Ms. Avery:

This office represents the Champaign County Board. In that capacity, I am writing to request a three month extension of the completion date for Project No. 18-026 (Champaign County Nursing Home). On October 30, 2018, the Illinois Health Facilities and Services Review Board (“HFSRB”) approved Applicants’ certificate of need application for the change of ownership of Champaign County Nursing Home, a 243 bed skilled nursing facility located at 500 South Art Bartell Drive (the “Project”). The Applicants initially contemplated closing of the change of ownership would occur no later than November 30, 2018. Due to the time needed to complete the conditions necessary to close on the sale of the nursing home, the Applicants request a three month extension of the Project permit and a new project completion date of March 1, 2019.

1. Requested Project Completion Date

The Applicants requests the HFSRB grant a three month renewal of the Project permit and establish March 1, 2019 as the new project completion date.

2. Status of the Project

The Applicants are diligently working to transfer the existing contracts and to obtain a new license for the skilled nursing facility. Due to the time required to complete the conditions to close on the transaction, the Applicants request a three month renewal of the Project permit.

3. Statement Regarding Completion of the Project

The Applicants are diligently working to transfer the existing contracts and to obtain a new license for the skilled nursing facility. Due to the time required to complete the conditions to close on the transaction, the Applicants request a three month renewal of the Project permit.

polsinelli.com

Atlanta Boston Chicago Dallas Denver Houston Kansas City Los Angeles Nashville New York Phoenix
St. Louis San Francisco Silicon Valley Washington, D.C. Wilmington
Polsinelli LLP in California



Ms. Courtney R. Avery
November 16, 2018
Page 2

4. Confirmatory Evidence of Project Compliance

I hereby certify, pursuant to 77 Ill. Admin. Code §1130.740, the Applicants' compliance with the scope and costs of the project approved by the HFSRB pursuant to Project Permit #18-026.

Based on the above information, which is provided to the HFSRB in compliance with Section 1130.740 of the Illinois Administrative Code, the Applicants formally request a three month renewal of their permit for Project #18-026 and a new project completion date of March 1, 2019.

If you need any additional information or have any questions regarding the status of the project, please feel free to contact me.

Sincerely,

A handwritten signature in cursive script that reads "Anne M. Cooper".

Anne M. Cooper