



**Gottlieb
Memorial
Hospital**

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HEALTH FACILITIES &
SERVICES REVIEW BOARD

January 7, 2020

VIA FED EXPRESS AND E-MAIL

Mr. Michael Constantino
Supervisor, Project Review Section
Illinois Health Facilities & Services Review Board
525 West Jefferson Street, Second Floor
Springfield, Illinois 62761

Re: Annual Progress Report for Project No. 18-030 – Gottlieb Memorial Hospital
(Emergency Department Modernization)

Dear Mr. Constantino:

On December 4, 2018, the Illinois Health Facilities & Services Review Board (the “Review Board”) approved our application for permit (the “Application”) to modernize the emergency department on our main campus at 701 West North Avenue, Melrose Park, Illinois (the “Project”). Pursuant to 77 Ill. Adm. Code 1130.760, we are hereby submitting our annual progress report for the Project.

1. CURRENT STATUS OF PROJECT

No changes have been made to the scope or size of the Project from our initial submission. A construction contract was signed on March 12, 2019 with Walsh Construction Company II, LLC in the amount of \$12,265,393. Construction commenced with mobilization on May 20, 2019. Construction activities that have been completed to date include: mobilization, environmental abatement, demolition, footings and foundation installation, steel erection, portions of exterior envelope, interior framing and MEP rough-in. We will be filing a financial commitment letter for the Project this week.

2. COSTS INCURRED TO DATE

To date, we have spent \$4,571,749.00 on the Project (and have obligated a total of \$14,986,854), as set forth on Exhibit A.

3. THE METHOD OF FINANCING THE PROJECT AND SOURCES OF FUNDS

The method of financing and sources of funds for the Project have not changed since the filing of the Application. More specifically, the Project will be funded with cash.



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**4. THE MOST RECENT APPLICATION AND CERTIFICATION FOR PAYMENT
FOR THE CONSTRUCTION CONTRACT, AS PER FORM G702 (AIA) OR EQUIVALENT**

The most recent applications and certifications for payments related to the construction contracts associated with the Project (G702 form) are attached hereto as Exhibit B.

5. THE ANTICIPATED DATE OF COMPLETION

The Project is still on track to be completed on or before March 31, 2021.

Please contact Maria Pekar directly at 708/216-8686 if you have any questions or need any additional information.

Sincerely,

Daniel P. Isacksen, Jr.
Regional Chief Financial Officer

Attachments

cc: Edward J. Green, Foley & Lardner, LLP



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**EXHIBIT A
ANNUAL REPORT 12/31/2019
PROJECT NO. 18-030
GOTTLIEB MEMORIAL HOSPITAL EMERGENCY DEPARTMENT MODERNIZATION**

Project Costs			
USE OF FUNDS	Approved CON Permit Amount	Obligated to Date	Amounts Paid to Date
Preplanning Costs	\$150,000	\$189,191	\$147,940
Site Survey and Soil Investigation	\$42,500	\$28,385	
Site Preparation	\$100,000	Included in Modernization Contracts	
Off Site Work			
New Construction Contracts			
Modernization Contracts	\$10,728,220	\$12,265,393	\$3,367,746
Contingencies	\$1,072,822	\$83,930	\$83,930
Architectural/Engineering Fees	\$701,000	\$862,421	\$836,798
Consulting and Other Fees	\$1,018,458	\$238,199	\$93,402
Movable or Other Equipment (not in construction contracts)	\$1,987,000	\$1,319,335	\$41,933
Bond Issuance Expense (project related)			
Net Interest Expense During Construction (project related)			
Fair Market Value of Leased Space or Equipment			
Other Costs To Be Capitalized			
Acquisition of Building or Other Property (excluding land)			
TOTAL USES OF FUNDS	\$15,800,000	\$14,986,854	\$4,571,749



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EXHIBIT B

**WALSH CONSTRUCTION COMPANY - PAYMENT APPLICATION NO. 8, G702 FORM
PROJECT NO. 18-030
GOTTLIEB MEMORIAL HOSPITAL EMERGENCY DEPARTMENT MODERNIZATION**