



December 8, 2021

Ms. Debra Savage, Chair
Illinois Health Facilities and Services Review Board
525 West Jefferson Street, 2nd floor
Springfield, IL 62761

Re: Request for Permit Alteration
Project #18-032
Replacement of Emergency Services Department through Construction & Renovation
Little Company of Mary Hospital and Health Care Centers

Dear Chair Savage:

On December 4, 2018, the Illinois Health Facilities and Services Review Board approved Project #18-032 to allow for the replacement of Emergency Services Department through Construction & Renovation at Little Company of Mary Hospital and Health Care Centers, at a total project cost of \$25,254,237.

On behalf of Little Company of Mary Hospital and Health Care Centers (currently OSF Little Company of Mary Medical Center), I hereby submit this request for a permit alteration to increase the total capital cost of the project by \$1,750,606. The project was initiated and designed under different LCMMC leadership prior to OSF Healthcare bringing LCMMC into its organization in February 2020 (2 years after CON approval). At that time construction was in the early stages of Phase I. We do not believe that leadership at the time used accurate construction and equipment estimating methodology. This permit alteration request also reflects escalation of prices for labor, supplies, and materials costs exceeding the estimates made at the time of permit submission impacting the new construction and modernization costs. In addition, poor soil conditions and site sewer issues materialized causing an additional increase of \$178,987. Other changes include pandemic impacts on operations and patient care. Starting in March of 2020 the COVID-19 pandemic required the ED to be redesigned to better provide separation of COVID-19 patients from non-COVID patients at a cost of \$358,359.

The line-item changes associated with the additional \$1,750,606 are shown in the attached table of Project Costs and Sources of Funds. Some of these increases are the result of supply chain issues and higher shipping charges.

The requested additional funds, if approved, increase the total project cost from \$25,254,237 to \$27,004,853, an increase of 6.9%.

There are no additional changes to the approved permit application.

As required in Section 1130.230 (h)(6), attached is a check in the amount of \$1,000 made payable to the Illinois Department of Public Health as the alteration processing fee.

We appreciate the HFSRB's consideration of this request. If you have any questions, please contact me at 309-308-9656 or 309-696-0081.

Sincerely,

Mark E. Hohulin
Senior Vice President, Healthcare Analytics

Attachments: Project Costs and Sources of Funds
Alteration Filing Fee of \$1,000

c: Michael Constantino, HFSRB
Dave Stenerson
Kathleen Kinsella
Dan DeYoung

Project Costs and Sources of Funds - Permit Alteration Request

Project 18-032

Replacement of Emergency Services Department through Construction & Renovation

Little Company of Mary Hospital and Health Care Centers

	As Approved by HFSRB December 4, 2018			REVISED	REVISED
	CLINICAL	NON-CLINICAL	TOTAL	CHANGE	TOTAL
					PROJECT COSTS
USE OF FUNDS					
Preplanning Costs	155,000	15,000	170,000	(3,754)	166,246
Site Survey and Soil Investigation					
Site Preparation	230,000	40,000	270,000	178,987	448,987
Off Site Work					
New Construction Contracts	4,631,175	2,378,250	7,009,425	1,648,520	8,657,945
Modernization Contracts	4,041,120	180,000	4,221,120	5,712,939	9,934,059
Contingencies	520,580	227,900	748,480		748,480
Architectural/Engineering Fees	870,000	285,000	1,155,000	668,670	1,823,670
Consulting and Other Fees	1,775,550	219,450	1,995,000	(1,611,433)	383,567
Movable or Other Equipment (not in construction contracts)	7,005,206	447,141	7,452,347	(4,843,323)	2,609,024
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	1,987,250	245,615	2,232,865		2,232,865
Acquisition of Building or Other Property (excluding land)					
TOTAL USES OF FUNDS	21,215,881	4,038,356	25,254,237	\$1,750,606	\$27,004,843
SOURCE OF FUNDS					
Cash and Securities	21,215,881	4,038,356	25,254,237	\$1,750,606	\$27,004,843
Pledges	\$0	\$0	\$0	\$0	\$0
Gifts and Bequests	\$0	\$0	\$0	\$0	\$0
Mortgages/Bonds	\$0	\$0	\$0	\$0	\$0
Leases					
Governmental Appropriations	\$0	\$0	\$0	\$0	\$0
Grants	\$0	\$0	\$0	\$0	\$0
Other	\$0	\$0	\$0	\$0	\$0
TOTAL SOURCES OF FUNDS	21,215,881	4,038,356	25,254,237	\$1,750,606	\$27,004,843