

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

DOCKET ITEM: C-02	BOARD MEETING: July 24 [,] 2018	EXEMPTION NUMBER: E-036-18
EXEMPTION APPLICANT(S): Silver Cross Hospital & Medical Centers, Silver Cross		
Health System		
FACILITY NAME and LOCATION: Silver Cross Hospital & Medical Centers, New		
Lenox		

STATE BOARD STAFF REPORT DISCONTINUATION OF A CATEGORY OF SERVICE EXEMPTION REQUEST

I. The Exemption Application

The Applicants propose the discontinuation of the 20-bed acute mental illness category of service at Silver Cross Hospital and Medical Clinics, 1900 Silver Cross Boulevard, New Lenox, Illinois (#E-036-18). The Applicants are Silver Cross Hospital and Medical Clinics and Silver Cross Health System. The licensee and the owner of the site are Silver Cross Hospital and Medical Centers. The anticipated completion date is December 31, 2018.

This exemption application was called complete on June 27, 2018.

The <u>exemption</u> is before the State Board because the transaction is a discontinuation of a category of service.

II. Background

In June of 2017 the State Board approved US HealthVest, LLC, New Lenox Behavioral Innovations, LLC, New Lenox Behavioral Innovations Realty, LLC, Silver Oaks Behavioral Realty, LLC, Silver Oaks Behavioral, LLC, and Silver Cross Hospital and Medical Centers to establish a 100-bed Acute Mental Illness (AMI) hospital, in New Lenox (Permit #17-009). The cost of the project cost: \$24,299,928. The anticipated completion date is December 31, 2018.

At the time of the approval of Permit #17-009 Silver Cross Hospital and Medical Centers committed to discontinue the 20-bed acute mental illness category of service at the Hospital. This proposed discontinuation application completes that commitment.

III. Applicable Rules

77 ILAC 1130.140 defines Discontinuation

"Discontinuation means to cease operation of an entire health care facility or category of service on a voluntary or involuntary basis. A <u>permit or exemption is required</u> prior to a discontinuation. For discontinuations approved by HFSRB, the discontinued beds will be removed from the Inventory once the permit is issued. A facility or category of service that has ceased operation or has interrupted service on a temporary basis due to unanticipated or unforeseen circumstances (such as the lack of appropriate staff, or a natural or unnatural disaster) may be determined to not have discontinued, provided that the facility has exercised appropriate efforts to maintain operation, and has provided documentation of the circumstances and anticipated date of restoration to HFSRB within 30 days after the temporary interruption of the service.

The State Board's rule (77 IAC 1130.500 & 77 ILAC 1130.525) specifies the requirements necessary for a discontinuation exemption application to be filed with the State Board. The State Board may, by rule, delegate authority to the Chairman to grant permits or exemptions when applications meet all of the State Board's review criteria and are unopposed [20 ILCS 3960/5]. An exemption shall be approved when information required by the Board by rule is submitted [20 ILCS 3960/6].

<u>The State Board Staff Notes:</u> No support or opposition letters were submitted and there was no request for a public hearing. All of the requirements of the State Board have been met.

STATE BOARD STAFF FINDS THE EXEMPTION FOR DISCONTINUATION OF A CATEGORY OF SERVICE IN CONFORMANCE WITH CRITERIA (77 ILAC 1130.500 & 77 ILAC 1130.525)