



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> June 7, 2022	<b>PROJECT NUMBER:</b> 19-032
<b>PERMIT HOLDERS(S):</b> The Greater Chicago Center for Advanced Surgery, LLC		
<b>FACILITY NAME and LOCATION:</b> The Greater Chicago Center for Advanced Surgery, Des Plaines		

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

**I. Background**

On December 10, 2019, the State Board approved Project #19-032. The permit authorized the establishment of an Ambulatory Surgery Treatment Center (ASTC), in Des Plaines. The State Board Staff notes the project is obligated, and the current project completion date is June 30, 2022. Original project cost: \$8,041,380.

State Board Staff notes the permit holders submitted the permit renewal request on May 9, 2022. 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 the information required in Section 1130.740 for a permit renewal. Board Staff notes the following:

- 1) June 4, 2020: Permit Holders were approved for their first permit renewal, extending the project completion date from March 31, 2021, to June 30, 2022 (15 months).
- 2) June 18, 2020: Permit Holders were approved to extend the financial commitment from March 31, 2021 to March 31, 2022 (12 months).

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

- A. Requested Completion Date: The permit holders request a project completion date of September 30, 2022. This would extend the project's completion date three months, from June 30, 2022 to September 30, 2022.
- B. Status of the Project and Components Yet to be Finished: The permit holders state the construction phase is complete, the equipment is currently being installed, and is expected to be complete in two weeks. IDPH site inspection is anticipated for early June, with the nursing inspection expected for late June. Remaining components include licensure and final cost report.
- C. Reason(s) Why the Project Has Not Been Completed: The permit holders' cite project-related design issues, COVID-19-related delays and supply chain issues for the need for additional time to complete the project.
- D. Evidence of Financial Commitment to Fund the Project: The permit holders indicate that \$7,400,000 (92% of the overall project cost), has been expended to date, and that sufficient resources exist to reach project completion.
- E. Anticipated Final Cost of the Project: The permit holders estimate the project will not deviate from the original permit amount of \$8,041,380.

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

The permit authorized the establishment of a limited-specialty ASTC in Des Plaines. Project cost: \$8,041,380.

Permit Issuance Date: December 10, 2019

Project Obligation Date: August 25, 2021

Original Project Completion Date: March 31, 2021

Proposed Project Completion Date: June 30, 2022  
(14-month renewal request, 1<sup>st</sup> request)

Proposed Project Completion Date: September 30, 2022  
(3-month renewal request, 2<sup>nd</sup> request)

**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.

**By FedEx**

May 9, 2022

Ms. Debra Savage  
Chairperson  
Illinois Health Facilities and  
Services Review Board  
525 West Jefferson  
Springfield, IL 62761

**RE: Project 19-032  
Permit Renewal Request  
Greater Chicago Center for  
Advanced Surgery**

Dear Ms. Savage:

The above-referenced project for the establishment of an ASTC was approved by the State Board on March 31, 2021 and a renewal, extending the project completion date to June 30, 2022 was issued on June 10, 2021.

The Permit holders respectfully request that the completion date be extended to September 30, 2022.

All construction has been completed, and the ASTC's equipment is currently being installed, and is expected to be completed within the next two weeks. We are attempting to schedule IDPH's site inspection by early June and its nursing inspection for late June.

A renewal to September 30, we believe, will provide sufficient time to complete the inspections, and prepare and file a final project report consistent with the State Board's rules.

As of the writing of this letter, the project is approximately 92% complete, and approximately \$7,400,000 of the \$8,041,380 approved project cost has been expended.

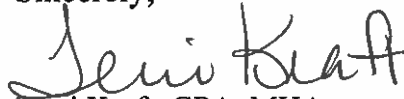
The completion of the project was delayed due to unanticipated design issues, pandemic-related delays, and supply chain issues.

The anticipated project costs and the scope of the project remain consistent with those approved by the State Board, and the funds required for the project remain available.

Understanding that I will need to appear before the Board to address this renewal request, it is my hope that this matter will be placed on the June 7, 2022 agenda.

Enclosed is a check in the amount of \$500.00 as a processing fee. Should any additional information be required, please do not hesitate to contact me.

Sincerely,

A handwritten signature in cursive script, appearing to read "Terri Kraft".

Terri Kraft, CPA, MHA

CEO | Greater Chicago Center for Advanced Surgery

cc J. Axel