May 16, 2024

Via Hand-Delivery and E-Mail

Mr. John Kniery Illinois Health Facilities and Services Review Board ("Board") 525 West Jefferson, 2nd floor Springfield, IL 62761

RE:

Annual Progress Report

Project # 20-044

Quincy Medical Group Hospital

Dear Mr. Kniery:

On April 26, 2022, the Board granted a permit for the above-referenced project to establish a hospital in Quincy, Illinois. On behalf of Quincy Medical Group Hospital, Inc. and Quincy Physicians & Surgeons Clinic d/b/a Quincy Medical Group (collectively, the "Permit Holders"), please accept this document in response to the annual progress reporting requirements of Section 1130.760 of the Board's rules.

As the Board is aware, on May 31, 2022, Blessing Hospital filed a Complaint for Administrative Review against the Board and Permit Holders, among other parties, challenging the Board's decision to issue a permit for Quincy Medical Group Hospital. The litigation remains ongoing.

There have been no changes to the scope or size of the project.

The major project components completed to date include:

- Design development
- Budget confirmation
- Drawing review
- Design build contract negotiated
- Lease negotiated
- Site planning

Through the end of April 2024, it is estimated that approximately \$1,989,292 has been incurred related to the project. The sources of funds are not anticipated to change from those identified in the permit application.



33% or more of the permit amount has not been spent or committed. As a result, financial obligation is not reported at this time. On May 9, 2024, the Board granted the Permit Holders' request to extend the financial commitment period pursuant to and for the duration specified in Section 1130.710(a)(2).

Please contact me at 217-222-6550 if you have any questions.

Sincerely,

Carol Brockmiller Chief Executive Officer Quincy Medical Group

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