



# OSF<sup>®</sup> HEALTHCARE

December 7, 2021

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

Re: Request for Permit Alteration  
Project #21-014  
Establishment of Comprehensive Physical Rehabilitation  
Greater Peoria Specialty Hospital

Dear Chair Savage:

On August 17, 2021, the Illinois Health Facilities and Services Review Board approved Project #21-014 to allow the establishment of a Comprehensive Physical Rehabilitation service at Greater Peoria Specialty Hospital, at a total project cost of \$6,540,000.

On behalf of the co-applicants – OSF Healthcare System, Kindred Healthcare, LLC and Greater Peoria Specialty Hospital – I hereby submit this request for a permit alteration to increase the total capital cost of the project by \$446,192. This request reflects actual bids received for construction and modernization work, with escalation of prices for labor, supplies and materials costs exceeding the estimates made at the time of permit submission in April of this year. Additional increases are requested for equipment, permits and other project fees, IT and other capital cost line items. The line-item changes associated with the additional \$446,192 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 \$6,540,000 to \$6,986,192, an increase of 6.82%.

There are no spatial or programmatic changes associated with this request. 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 Brian Samberg, Division Vice President, Kindred Healthcare at 314-659-2245.

Sincerely,

Mark E. Hohulin  
Senior Vice President, Healthcare Analytics

Attachment: Project Costs and Sources of Funds

c: Michael Constantino, HFSRB  
Brian Samberg, Division Vice President, Kindred Healthcare, LLC  
Ralph Weber, CON Consultant

Project Costs and Sources of Funds - Permit Alteration Request  
Project 21-014  
Greater Peoria Specialty Hospital  
Establishment of Comprehensive Physical Rehabilitation service

|                                          | As Approved by HFSRB August 17, 2021 |                    |                    | ADDITIONAL       | REVISED            |
|------------------------------------------|--------------------------------------|--------------------|--------------------|------------------|--------------------|
|                                          | CLINICAL                             | NON-CLINICAL       | TOTAL              | CAPITAL FUNDS    | TOTAL              |
|                                          |                                      |                    |                    | REQUIRED         | PROJECT COSTS      |
|                                          |                                      |                    |                    |                  |                    |
| <b>USE OF FUNDS</b>                      |                                      |                    |                    |                  |                    |
| Pre-planning Costs                       | \$0                                  | \$0                | \$0                | \$0              | \$0                |
| Site Survey and Soil Investigation       | \$0                                  | \$0                | \$0                | \$0              | \$0                |
| Site Preparation                         | \$0                                  | \$0                | \$0                | \$0              | \$0                |
| Off Site Work                            | \$0                                  | \$0                | \$0                | \$0              | \$0                |
| New Construction Contracts               | \$1,696,583                          | \$978,457          | \$2,675,040        | \$122,750        | \$2,797,790        |
| Modernization Contracts                  | \$2,810,041                          | \$0                | \$2,810,041        | \$128,951        | \$2,938,992        |
| Contingencies                            | \$68,940                             | \$39,759           | \$108,699          | \$84,876         | \$193,575          |
| A/E Fees                                 | \$220,000                            | \$55,000           | \$275,000          | \$10,000         | \$285,000          |
| Consultant Fees                          | \$111,400                            | \$27,820           | \$139,220          | \$14,115         | \$153,335          |
| Movable Equipment                        | \$270,000                            | \$0                | \$270,000          | \$65,000         | \$335,000          |
| Bond Issuance Expense                    | \$0                                  | \$0                | \$0                | \$0              | \$0                |
| Net Interest Expense During Construction | \$0                                  | \$0                | \$0                | \$0              | \$0                |
| FMV Leased Space                         | \$0                                  | \$0                | \$0                | \$0              | \$0                |
| Other Capital Costs                      | \$210,000                            | \$52,000           | \$262,000          | \$20,500         | \$282,500          |
| Acquisition of Building                  | \$0                                  | \$0                | \$0                | \$0              | \$0                |
| <b>TOTAL USES OF FUNDS</b>               | <b>\$5,386,964</b>                   | <b>\$1,153,036</b> | <b>\$6,540,000</b> | <b>\$446,192</b> | <b>\$6,986,192</b> |

|                               |                    |                    |                    |                  |                    |
|-------------------------------|--------------------|--------------------|--------------------|------------------|--------------------|
| <b>SOURCE OF FUNDS</b>        |                    |                    |                    |                  |                    |
| Cash and Securities           | \$5,386,964        | \$1,153,036        | \$6,540,000        | \$446,192        | \$6,986,192        |
| 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                |
| <b>TOTAL SOURCES OF FUNDS</b> | <b>\$5,386,964</b> | <b>\$1,153,036</b> | <b>\$6,540,000</b> | <b>\$446,192</b> | <b>\$6,986,192</b> |