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

VIA EMAIL

December 1, 2021

Joe Ourth
Partner
Saul Ewing Arnstein & Lehr LLP
161 N. Clark Street. Suite 4200.
Chicago IL 60601
Joe.ourth@saul.com

Gregg Gaines
General Counsel and Senior Vice President
Remedy Medical Properties, Inc.
800 W. Madison, Suite 400
Chicago, Illinois
ggraines@remedymed.com

RE: Change of Ownership Exemption, Health Facilities Planning Act--Part 1130 Exemption.

Exemption #: E-053-21 – Schaumburg Surgery Center

Exemption Holder: KAGR Schaumburg, LLC., KAMOB GP V LLC., Schaumburg

Medical Properties, LLC., KAREP V MO REIT LLC. Owner of Physical Plant: KAGR Schaumburg, LLC.

Entity to be Operating Entity/Licensee: Schaumburg Surgery Center, LLC

Dear Mr. Ourth and Mr. Gaines:

On November 30, 2021, the Chairwoman of the Illinois Health Facilities and Services Review Board (State Board) acting on behalf of the State Board under 77 ILL. Adm. Code 1130 approved your request for a change of ownership exemption. The approval was based upon the application's compliance with applicable provisions of 77 Ill. Adm. Code 1130, Section 1130.520. The exemption is for Schaumburg Surgery Center, 929 W. Higgins Road, Schaumburg, Illinois. The ASTC has been approved for orthopedic, pain management and podiatry surgical services.

The exemption is considered a purchase of the real estate only resulting in no change in the licensed entity. The operating entity/licensee is Schaumburg Surgery Center, LLC and the owner of the site is KAGR Schaumburg, LLC.

You are reminded that this exemption for change of ownership in which the applicant submitted key terms of the transaction, certification that the transaction was or was not completed according to the key terms contained in the application. The exemption holder must submit the certification within 90 days after the closing date of the transaction. To demonstrate completion of this transaction the exemption holder must provide the State Board with the date that the ownership change occurred and provide a copy of the license or certification issued pursuant to the change of ownership. Failure to provide the required notification shall subject the exemption holder to the

sanctions provided under Section 14 of the Illinois Health Facilities Planning Act. The exemption holder is also reminded that 77 Il. Adm. Code 1130.140 defines transactions that constitute a change of ownership of a health care facility. You should become familiar with those definitions.

The State Board's approval does not exempt the transaction from any other regulatory, certification or licensure requirements that may be applicable prior to acquisition. The exemption will be invalid should the facility for which the change of ownership was granted cease to be an existing health care facility as defined in 77 II. Adm. Code 1130.140.

Should you have any questions please contact Mike Constantino or George Roate at mike.constantino@illinois.gov or george.roate@illinois.gov or 217-782-3516.

Sincerely,

Debra Savage, Chairwoman

Delia Savage

Illinois Health Facilities and Services Review Board