



September 3, 2024

Mr. Michael Constantino
Chief, Project Review
Illinois Health Facilities and Services Review Board
525 W. Jefferson Street, 2nd floor
Springfield, IL 62761

Re: Project 22-023
Annual Progress Report
Intraoperative MRI and related projects
Ann & Robert H. Lurie Children's Hospital of Chicago

Dear Mr. Constantino:

Pursuant to 77 Illinois Administrative Code Section 1130.760, this is the Annual Progress Report for Project 22-023, Lurie Children's Intraoperative MRI (iMRI) and related projects. The project was approved on September 13, 2022 by the Illinois Health Facilities and Services Review Board in the amount of \$27,741,365.

1. Current Status of the Project

The project is split into two phases. Phase 1 is comprised of the 6th floor relocation of GI Motility services and build-out of new procedure rooms. Phase 2 is comprised of the 7th floor renovations to support the new iMRI. Phase 1 was completed and opened to patients on May 21, 2024. We are currently under construction in Phase 2 and plan to be complete in mid-December 2024. Following completion of construction, we will seek occupancy from IDPH with an expected first patient in mid-February 2025.

The scope and the size of the project have not changed since the issuance of the permit.

2. Cost Incurred to Date

As of this date, Ann & Robert H. Lurie Children's Hospital of Chicago has signed contracts committing \$22.9 million to the project. These contracts include design consultant fees and renovations of the 6th and 7th floor (Phases 1 and 2), consistent with the permit application. The amount committed also includes the equipment purchase and future installation of the intraoperative MRI on the 7th floor. The remaining medical equipment and furniture has not yet been purchased or placed under contract. The final cost of the project will be within the CON approved amount of \$27,741,365.

Legal Services

225 East Chicago Avenue, Box 261 Chicago, Illinois 60611 | 312.227.4000 | luriechildrens.org

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3. Obligation of the Project.

By letter dated March 28, 2023 and further reported August 25, 2023 in the initial Annual Progress Report, Lurie Children's reported the financial commitment of the project. The expenditures and commitments to expend at that time of the Notice of Project Financial Commitment totaled \$15.8 million on construction, equipment, and furnishings. This amount exceeded one third of the approved project capital cost, the threshold for financial commitment.

4. Sources of Funding

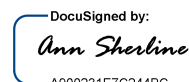
The project is being financed with cash and securities consistent with the sources of funding identified in the permit application.

5. Anticipated Date of Completion

The permit indicates a completion date of August 31, 2024. The state approved a permit renewal on June 21, 2024 to extend the completion date to April 30, 2025. The extension will be sufficient time to complete the project.

If you have any questions or need additional information, please contact me at 312-227-4312 or Ralph Weber at 847-791-0830.

Sincerely,

DocuSigned by:

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Ann Sherline

Senior Associate General Counsel
Ann & Robert H. Lurie Children's Hospital of Chicago

CC:

Dan Zorrilla, Sr. Director Design & Construction Facility Services,
Ann & Robert H. Lurie Children's Hospital of Chicago
Stacey Panek, Director, Design & Construction, Facility Services,
Ann & Robert H. Lurie Children's Hospital of Chicago
Ralph Weber, CON Consultant

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