

April 19, 2024

VIA E-MAIL

John P. Kniery
Board Administrator
Illinois Health Facilities and Services Review Board
525 West Jefferson Street, Second Floor
Springfield, Illinois 62761

Re: Annual Project Report and Notice of Financial Commitment, Project #22-041 Illinois Bone and Spine Institute

Dear Mr. Kniery:

I am writing on behalf of Illinois Back and Neck, LLC d/b/a Illinois Bone and Spine Institute (the "Permit Holder") in regard to Project #22-041 for the Illinois Bone and Spine Institute. This letter is being submitted pursuant to 77 Ill. Admin Code Section 1130.760, please accept the following as our annual progress report.

Current Status of the Project

Through March 31, 2024, the project is 93% complete. Substantive construction of the facility is nearly complete at this time. All millwork, general carpentry and most plumbing work is complete. There is some outstanding electrical work that needs to be completed related to the operating room. Due to supply chain issues the requisite lighting fixtures for the operating room were on back order and they are slated to arrive in early May 2024. In the meantime, the Permit Holder's general contractor is preparing their final project submission for the Design and Construction Safety Unit of the Illinois Department of Public Health.

As noted previously in our permit renewal request the project has been financially committed through the selection of the general contractor, American Medical Buildings for the project and payment of associated construction costs.

Cost Incurred to Date and Method of Financing

The amount of funds expended on the project through March 31, 2024, is approximately \$2,200,000. The method of financing and the sources of funds for the project have not changed since the approval of the Project by the Board on March 21, 2023. At this time, we believe the total project costs at completion of the project will be in line with the approved project costs listed in the original application.

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Anticipated Date of Completion

The scope of the project has remained consistent with the approved permit for Project #22-041. At this time the Permit Holder believes that it will meet the project completed date approved by the Board in its permit renewal request. The only reason for needing a further permit renewal would be delays related to the IDPH licensure process.

If you have any questions or need any additional information regarding the project, please feel free to contact me via phone at 312-212-4967 or via email at JMorado@beneschlaw.com.

Very truly yours,

BENESCH, FRIEDLANDER,
COPLAN & ARONOFF LLP

A handwritten signature in black ink, appearing to read "Juan Morado Jr.", with a stylized flourish at the end.

Juan Morado Jr.