



STATE OF ILLINOIS

## HEALTH FACILITIES AND SERVICES REVIEW BOARD

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

### **ELECTRONICALLY TRANSFERRED**

November 16, 2022

Michael Kerns  
Senior Vice President & Deputy General Counsel  
Advocate Aurora Health  
3075 Highland Parkway, Suite 600  
Downers Grove, IL 60515  
[Michael.kerns@aah.org](mailto:Michael.kerns@aah.org)

Kara Friedman  
Polsinelli PC  
150 North Riverside Plaza, Suite 3000  
Chicago, Illinois 60606  
[kfriedman@polsinelli.com](mailto:kfriedman@polsinelli.com)

RE: Change of Ownership Exemption, Health Facilities Planning Act--Part 1130 Exemption.  
Exemption #E-049-22 – Advocate Lutheran General Hospital  
Exemption Holder: Advocate Health and Hospitals Corporation d/b/a Advocate Lutheran General Hospital, Advocate Aurora Health Inc., Advocate Health, Inc., Atrium Health, Inc.  
Owner of Physical Plant: Advocate Health and Hospitals Corporation  
Entity to be Licensed: Advocate Health and Hospitals Corporation d/b/a Advocate Lutheran General Hospital

Dear Mr. Kerns and Ms. Friedman:

On November 14, 2022, the Illinois Health Facilities Planning Board (State Board) approved your request for a change of ownership exemption. The approval was based upon the application's compliance with applicable provisions of 77 IAC 1130. The exemption is for Advocate Health and Hospitals Corporation d/b/a Advocate Lutheran General Hospital, 1775 W. Dempster, Park Ridge, Illinois. The entity to be licensed is Advocate Health and Hospitals Corporation d/b/a Advocate Lutheran General Hospital. The exemption involves a change of 50% or more of the voting members of a not-for-profit corporation's board of directors that controls a health care facility's operations, license, certification or physical plant and assets. The fair market value of the facility is approximately \$274,117,552. The Hospital has been approved 55 acute mental illness beds, 74 intensive care beds, 313 medical surgical beds, 54 neonatal beds, 62 obstetric beds, 48 pediatric beds and 45 comprehensive physical rehabilitation beds for a total of 651 authorized beds.

You are reminded that this exemption for a change of ownership of a health care facility shall be invalid if the exemption holder fails to submit a statement to the Board within 90 days after the closing date of the transaction, or such longer period as provided by the Board, certifying that the change of ownership has been completed in accordance with the key terms contained in the application. If such key terms of the transaction change, a new application is required. [20 ILCS 3960/8.5(a)] 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 IAC 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 IAC 1130.140.

Sincerely,

A handwritten signature in blue ink, appearing to read "John P. Kniery", is positioned above the printed name.

John P. Kniery  
Administrator  
Illinois Health Facilities and Services Review Board