

Constantino, Mike

From: Jones, Don F.
Sent: Monday, July 08, 2013 1:20 PM
To: Hills, Bonnie
Cc: Constantino, Mike
Subject: RE: Swedish Covenant

Mike, Bonnie:

Thanks for the information. Our program awarded a grant to Swedish Covenant Hospital to assist in the construction of an Ambulatory Care Building. The building would house an ASTC, 50 physician offices, parking and retail space. The total project cost reported to us was approximately \$49 million, with the grant covering \$7,000,000. The grant application references CON Project 10-017 and also contains a letter from the Board informing Swedish Covenant that the awarding of the grant would require an alteration to the project (since the CON had the project being funded with cash and securities).

The grant file only shows Swedish Covenant Hospital as the applicant / grantee. There is no reference to Swedish Covenant Surgery Center, LLC or the Covenant Ministries of Benevolence (co-applicants for the current CON application). When Project 10-017 was approved, was Swedish Covenant Hospital the only applicant? The statute that created the grant program states that only hospitals qualify for a grant.

The grant agreement was executed on 10/4/11 and expires on 6/30/15. The first grant payment of \$3,500,000 was made on 10/14/11. The second grant payment (also in the amount of \$3,500,000) was paid on 9/28/12. The grantee is required to submit quarterly reports to our office documenting progress made on the project and detailing grant funds spent to date. The grantee is compliant with these reporting requirements. In addition to the quarterly reports, the grantee will need to submit a grant close out report when the project is complete.

Don

From: Hills, Bonnie
Sent: Monday, July 08, 2013 11:49 AM
To: Jones, Don F.
Subject: Swedish Covenant

Hi Don,

We received an application from Swedish Covenant for today. Mike thought they had a grant and wanted to make sure it didn't affect the grant.

See attached.

Thanks,
Bonnie Hills
Illinois Department of Public Health
525 W Jefferson Street - Floor 2
Springfield IL 62761
217-558-1582
217-785-4111 Fax