

RECEIVED

APR 16 2014

HEALTH FACILITIES &
SERVICES REVIEW BOARD

April 15, 2014

Courtney Avery, Administrator,
Illinois Department of Public Health
Illinois Health Facilities and Services Review Board
525 West Jefferson, 2nd Floor
Springfield, Illinois 62761

RE: Project Obligation – Permit #10-065 -Park Pointe - South Elgin Healthcare & Rehabilitation Center

Ms. Avery:

We are respectfully submitting this letter notifying the Department that Project # 10-065 is fully obligated.

The reason for the delay in the project obligation is directly related to financing. At the date of the issue of the Con Permit the project had the necessary approvals to obtain an allocation of bonds in the amount of \$15,444,500. However, given the environment in the capital markets at the time we were unsuccessful in inducing a financial institution to provide the necessary credit enhancement that would allow us to sell the bonds in the market place. As such, the bond commitment expired. Subsequent their expiration, we have been actively engaged in discussions with various lenders and programs to provide debt financing for the project. We were confident that with capital markets stabilizing, we would be successful in obtaining the financing adequate to complete this project. We are aware that the project obligation date expired on June 14, 2013, and that only one extension is allowed, however we are respectfully requesting that you accept our letter of obligation due to the slow bounce back of the capital markets.

We have successfully obtained approval for financing from the EB5 Regional Center –Chicago HealthCare Fund for Permit #10-065 in the amount of \$22,200,000 to develop the skilled nursing facility. Our approval letters are attached.

If you have any questions or need any further information, please do not hesitate to contact me at 630-649-1577.

Sincerely,



Kimberly Westerkamp
Managing Member
South Elgin Real Estate Holdings I, LLC



SUPPORTIVE LIVING SERVICES

8170 McCormick Blvd. Suite 100 Skokie, IL 60076

phone 847.329.7600 ext 108

Kim Westerkamp

04-09-14

CEO

Horizon Healthcare

800 Roosevelt Road

Building E, Suite 218

Glen Ellyn, Illinois

Dear Ms. Westerkamp,

Supportive Living Services, LLC wholly owned and operated EB5 Regional Center- Chicago HealthCare Fund Regional Center, LLC (see attached) is pleased to provide you this Term Sheet for Financing the Skilled Nursing Facility- Permit: #10-065 Park Pointe – South Elgin Healthcare and Rehabilitation Center

Loan Amount: \$22,200,000, which will be used to develop the above mentioned Facility.

Interest Rate: 6.5% Construction Interest Rate

Term: 24 months

Loan fee: 1% to CHFRC

Recourse: Full recourse to the borrower's principals

Prepayment: Open any time without penalty.

Funding: 05-15-15

Loan proceeds to be used for the development and construction expenses , with interest charged only on the amount outstanding. If this proposal is of interest to you, I can prepare an LOI for your review. Please keep in mind that this proposal is still subject to full due diligence and approval by CHFRC management. Please let me know if you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to be 'Neal Stein', written in a cursive style.

Neal Stein

Fund Manager



U.S. Citizenship
and Immigration
Services

Date: JUL 08 2013

Chicago Healthcare Fund Regional Center
8170 McCormick Blvd, Ste 100
Chicago, IL 60076

Application: Form I-924, Application for Regional Center under the Immigrant Investor Pilot Program

Re: Initial Regional Center Designation
Chicago Healthcare Fund Regional Center
RCW1217350694 / ID1217350694

This notice is in reference to the Form I-924, Application for Regional Center Under the Immigrant Investor Pilot Program that was filed by the applicant with the U.S. Citizenship and Immigration Services ("USCIS") on June 21, 2012. The Form I-924 application was filed to request approval of initial regional center designation under the Immigrant Investor Program. The Immigrant Investor Program was established under § 610 of the Department of Commerce, Justice and State, the Judiciary, and Related Agencies Appropriations Act of 1993 (Pub. L. 102-395, Oct. 6, 1992, 106 Stat. 1874).

In addition to the Form I-924, the applicant submitted a completed exemplar Form I-526, Immigrant Petition by Alien Entrepreneur, seeking USCIS review and approval of an actual project supported by a comprehensive business plan as contemplated in Matter of Ho, 22 I. & N. Dec. 206 (Assoc. Comm'r 1998).

I. Executive Summary of Adjudication

Effective the date of this notice, USCIS approves the Form I-924 request to designate Chicago Healthcare Fund Regional Center as a qualifying participant in the Immigrant Investor Program.

1. Effective the date of this notice, USCIS approves the Chicago Healthcare Fund, LLC actual project based on a comprehensive business plan that comports to Matter of Ho.

II. Regional Center Designation¹

USCIS approves the applicant's request to focus, promote economic growth, and offer capital investment opportunities in the following geographic area and industry categories:

A. Geographic Area

State	County
Illinois	1 Cook
	2 DeKalb
	3 DuPage
	4 Grundy
	5 Kane
	6 Kendall
	7 Lake
	8 McHenry
	9 Will
Indiana	10 Jasper
	11 Lake
	12 Newton
	13 Porter
Wisconsin	14 Kenosha

B. Industry Categories

Industry Category	NAICS Code
1 Assisted Living Facilities for the Elderly	623312
2 Commercial and Institutional Building Construction	236220

III. The Project

Effective the date of this notice, USCIS approves the applicant's request to include the following actual capital investment project supported by a comprehensive business plan.

¹ USCIS issued a Policy Memorandum (PM-602-0083) on the subject of "EB-5 Adjudication Policy," dated May 30, 2013, stating that formal amendments to the regional center designation are no longer required when a regional center changes its industries of focus or geographic boundaries. A regional center may still elect to pursue a formal amendment by filing Form I-924 if it seeks certainty in advance that changes in the industries or the geographic area will be permissible prior to filing Form I-526 petitions.

Project	Type of Project	Organization Documents	Date of Document
Chicago Healthcare Fund, LLC Geographic Location: DuPage County Focus of Investment: Loan	Exemplar Form I-526	Business Plan	Dated February 2013
		Economic Analysis	Dated February 2013
	Petition Project	Operating Agreement	Dated 02/07/2013
		Private Placement Memorandum	Dated 02/07/2013
	Subscription Agreement	Dated 02/07/2013	
	Escrow Agreement	Dated 02/07/2013	

Note: If changes to this project and its supporting documents are found in subsequent Form I-526 or Form I-829 petitions, USCIS will review the supporting documents once more to ensure compliance with EB-5 program requirements.

The proposal identifies the new commercial enterprise ("NCE") of the project as Chicago Healthcare Fund, LLC, which was formed in the State of Illinois on March 3, 2011. The project is located at 219 East Parkway Drive in the City of Wheaton, IL. (18) immigrant investors will subscribe to the NCE as limited partners in exchange for capital contributions of \$500,000 each and an aggregate of \$9 million.

The NCE will loan the \$9 million of EB-5 capital to a third-party entity, DuPage ALF, LLC. The EB-5 capital loan proceeds will be used to finance the construction of the DuPage Assisted Living facility for the elderly in Wheaton, IL. The development involves the construction of an assisted living facility that will house 84 residential units. The projected total cost of the project is \$16.7 million. The project will take less than two years to complete and will generate approximately 232.8 jobs.

A. Job Creation

USCIS approves the geographic area and industry categories noted above based on the economic impact analysis presented and reviewed in conjunction with the adjudication of this capital investment project. The job creation methodology presented in the economic impact analysis and underlying business plan is found to be reasonable based on the following inputs, when applying the RIMS II economic model:

Activity	NAICS Code	Input	RIMS II Multiplier	Total Jobs
Commercial and Institutional Building Construction	236220	\$8.826 million	10.8265	95.6*
Assisted Living Facilities for the Elderly	623312	\$4.65 million	29.8454	137.2
Total Jobs				232.8

The approval of this Form I-924 application supported by an exemplar Form I-526 petition is based upon the assumptions and estimates used as inputs in the business plan for job creation. Please refer to the input and multiplier analysis table above.

When an actual project is specifically named in this notice and the critical inputs remain materially unchanged, USCIS will give deference to the job creation methodology when adjudicating Forms I-526 associated with the named project. The same business plan and the same reasonable job creation methodology and projected inputs must be submitted when the individual investor's Form I-526 is filed in order to receive deference.

It will be the responsibility of the individual investor to demonstrate that the assumptions and estimates presented as inputs to the job creation methodology remain materially unchanged when he or she files a Form I-526. When filing Form I-829 for removal of conditional status, the individual investor has the burden of demonstrating that the assumptions and estimates presented as inputs to the job creation methodology have not materially changed and have been realized (or can be expected to be realized within a reasonable time).

If the job creation estimated in the business plan materially changes or will not be realized, then it will be the responsibility of the EB-5 investor to notify USCIS of an agreed upon methodology to allocate job creation among eligible investors.

IV. Guidelines for Filing Form I-526 Petitions Based on Chicago Healthcare Fund, LLC project

Each individual petition, in order to demonstrate that it is affiliated with the Chicago Healthcare Fund Regional Center, LLC, in conjunction with addressing all the requirements for an individual immigrant investor petition, shall also contain the following:

1. A copy of this regional center approval notice and designation letter including all subsequent amendment approval letters (if applicable).
2. An economic impact analysis which reflects a job creation methodology required at 8 CFR § 204.6 (j)(4)(iii) and shows how the capital investment by an individual immigrant investor will create not fewer than ten (10) indirect jobs for each immigrant investor.
3. A comprehensive, detailed and credible business plan for an actual project that contains the factual details necessary to be in compliance with the requirements described in Matter of Ho, 22 I&N Dec. 206 (Assoc. Comm'r 1998).
4. Legally executed organizational documents of the commercial enterprise. The documents may be the same documents noted in Section III of this approval notice.

Note: If the project timeline has changed significantly from the original business plan, a narrative that explains the changes in the project timeline, along with a timeline that realistically reflects the status of the project should be submitted.

V. Designee's Responsibilities in the Operations of the Regional Center

As provided in 8 CFR § 204.6 (m)(6), to ensure that the regional center continues to meet the requirements of section 610(a) of the Appropriations Act, a regional center must provide USCIS with updated information to demonstrate the regional center is continuing to promote economic growth, improved regional productivity, job creation, and increased domestic capital investment in the approved geographic area. Such information must be submitted to USCIS on an annual basis or as otherwise requested by USCIS. The applicant must monitor all investment activities under the sponsorship of the regional center and to maintain records in order to provide the information required on the Form I-924A Supplement to Form I-924. Form I-924A, Supplement to Form I-924 Application is available in the "Forms" section on the USCIS website at www.uscis.gov.

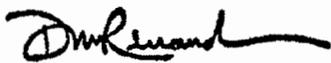
Regional centers that remain designated for participation in the Immigrant Investor Program as of September 30th of a calendar year are required to file Form I-924A Supplement in that year. The Form I-924A Supplement with the required supporting documentation must be filed on or before December 29th of the same calendar year.

The failure to timely file a Form I-924A Supplement for each fiscal year in which the regional center has been designated for participation in the Immigrant Investor Program will result in the issuance of an intent to terminate the participation of the regional center in the Immigrant Investor Program, which may ultimately result in the termination of the designation of the regional center.

The regional center designation is non-transferable, as any changes in management of the regional center will require the approval of an amendment to the approved regional center designation.

If the applicant has any questions concerning the regional center designation under the Immigrant Investor Program, please contact the USCIS by email at USCIS.ImmigrantInvestorProgram@uscis.dhs.gov.

Sincerely,



Daniel M. Renaud
Acting Chief, Immigrant Investor Program

cc: David Derrico, Esq.