

**Hawthorne Inn of Princeton, LLC
285 South Farnham Street
Galesburg, IL 61401**

September 27, 2012

RECEIVED

OCT 03 2012

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

Ms. Courtney R. Avery
Division of Health Policy and Finance
State of Illinois
Department of Public Health
525 West Jefferson Street
Springfield, IL 62761

RE: Annual Progress Report
Manor Court of Princeton, Project #11-065

Dear Ms. Avery:

We are writing to advise you of the progress on the above-referenced project. There have been no changes in the scope and size of this project as approved. The project is for the addition of 49 skilled care beds through construction of 27 skilled care beds and converting 22 shelter care beds to skilled care beds.

As to the project's financial resources and uses of funds, the funds for this referenced project are available as documented in the financial application, Part 1120.

The 22 shelter care beds have been converted to skilled care. Enclosed you will find a copy of the facility's current license. Construction of the 27-bed addition is 33% complete. The building foundation is complete. Walls are up and roof is shingled. Masonry work is 100% complete. Windows are installed and drywall has started. Plumbing is roughed in and electrical has started. Fire protection is 50% done.

Ms. Courtney R. Avery

Page 2

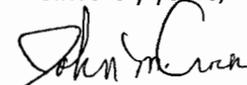
September 27, 2012

Listed below you will find our expenditures to date:

	<u>Approved Amount</u>	<u>Expensed Amount</u>
Preplanning Costs	\$ 35,000	\$ 34,965
Site Survey/Soil Investigation	\$ 15,000	0
Site Preparation	\$ 100,000	\$ 6,966
New Construction Contracts	\$1,884,500	\$ 605,635
Contingencies	\$ 100,000	0
Architectural/Engineering Fees	\$ 120,000	\$ 98,928
Consulting & Other Fees	\$ 50,000	\$ 1,865
Movable & Other Equipment	\$ 175,000	\$ 21,987
FMV of Leased Space/Equipment	<u>\$ 481,021</u>	<u>\$ 481,021</u>
Total	\$2,960,521	\$1,251,367

Of the funds expended to date, all has come from existing cash and securities set aside for this project.

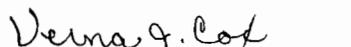
Sincerely yours,

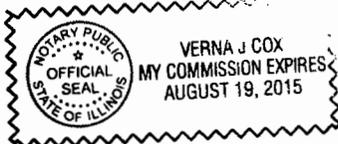

John M. Crock


John Thompson

State of Illinois
County of Knox

Sworn to before me this
27th day of September, 2012


Notary Public





State of Illinois 2091731
Department of Public Health

LICENSE, PERMIT, CERTIFICATION, REGISTRATION

The person, firm or corporation whose name appears on this certificate has complied with the provisions of the Illinois Statutes and/or rules and regulations and is hereby authorized to engage in the activity as indicated below.

LA MAR HASBROUCK, MD, MPH
DIRECTOR

Issued under the authority of
 The State of Illinois
 Department of Public Health

EXPIRATION DATE	CATEGORY	ISSUANCE
06/15/2013	868E	0047324
LONG TERM CARE LICENSE SKILLED 098		
UNRESTRICTED 098 TOTAL BEDS		

BUSINESS ADDRESS

LICENSEE

RESIDENTIAL ALTERNATIVES OF ILLINOIS, INC.

MANOR COURT OF PRINCETON
140 NORTH SIXTH STREET
PRINCETON IL 61356

EFFECTIVE DATE: 06/16/12

APPLICATION AND CERTIFICATION FOR PAYMENT

AIA DOCUMENT G702

PAGE ONE OF TWO

TO OWNER: Francis House, Inc.

PROJECT: Wing Addition

APPLICATION NO: One

Distribution to:

285 S. Farnham Street
Galesburg, IL 61401

140 N. Sixth Street
Princeton, IL

PERIOD TO: 9/30/12

OWNER
 ARCHITECT
 CONTRACTOR

FROM CONTRACTOR:

VIA ARCHITECT:

RFMS Construction

285 S. Farnham Street
Galesburg, IL 61401

PROJECT NOS:

CONTRACT FOR: 27 Bed Skilled Care Wing Addn

CONTRACT DATE: 12/2/11

CONTRACTOR'S APPLICATION FOR PAYMENT

Application is made for payment, as shown below, in connection with the Contract. Continuation Sheet, AIA Document G703, is attached.

The undersigned Contractor certifies that to the best of the Contractor's knowledge, information and belief the Work covered by this Application for Payment has been completed in accordance with the Contract Documents, that all amounts have been paid by the Contractor for Work for which previous Certificates for Payment were issued and payments received from the Owner, and that current payment shown herein is now due.

CONTRACTOR:

By:

[Signature]

Date: 9/27/12

State of: Illinois
Subscribed and sworn to before me this 27
Notary Public: *[Signature]*
My Commission expires: June 18, 2016



ARCHITECT'S CERTIFICATE FOR PAYMENT

In accordance with the Contract Documents, based on on-site observations and the data comprising the application, the Architect certifies to the Owner that to the best of the Architect's knowledge, information and belief the Work has progressed as indicated, the quality of the Work is in accordance with the Contract Documents, and the Contractor is entitled to payment of the AMOUNT CERTIFIED.

AMOUNT CERTIFIED: \$ 1,709,154.00

(Attach explanation if amount certified differs from the amount applied. Initial all figures on this Application and on the Continuation Sheet that are changed to conform with the amount certified.)

By:

Date:

CHANGE ORDER SUMMARY	ADDITIONS	DEDUCTIONS
Total changes approved in previous months by Owner		
Total approved this Month		
TOTALS	\$0.00	\$0.00
NET CHANGES by Change Order	\$0.00	

- ORIGINAL CONTRACT SUM \$ 2,960,521.00
- Net change by Change Orders \$ 0.00
- CONTRACT SUM TO DATE (Line 1 ± 2) \$ 2,960,521.00
- TOTAL COMPLETED & STORED TO DATE (Column G on G703) \$ 1,251,367.00
- RETAINAGE:
 - 0 % of Completed Work \$ 0.00
(Column D + E on G703)
 - % of Stored Material \$ 0.00
(Column F on G703)
Total Retainage (Lines 5a + 5b or Total in Column I of G703) \$ 0.00
- TOTAL EARNED LESS RETAINAGE \$ 1,251,367.00
(Line 4 Less Line 5 Total)
- LESS PREVIOUS CERTIFICATES FOR PAYMENT (Line 6 from prior Certificate) \$ 0.00
- CURRENT PAYMENT DUE \$ 1,251,367.00
- BALANCE TO FINISH, INCLUDING RETAINAGE \$ 1,709,154.00
(Line 3 less Line 6)

CONTINUATION SHEET

AIA DOCUMENT G703

PAGE 2 OF 2 PAGES

AIA Document G702, APPLICATION AND CERTIFICATION FOR PAYMENT, containing

Contractor's signed certification is attached.

In tabulations below, amounts are stated to the nearest dollar.

Use Column I on Contracts where variable retainage for line items may apply.

APPLICATION NO: One
 APPLICATION DATE: 9/27/12
 PERIOD TO: 9/30/12
 ARCHITECT'S PROJECT NO:

A ITEM NO.	B DESCRIPTION OF WORK	C SCHEDULED VALUE	D WORK COMPLETED		F MATERIALS PRESENTLY STORED (NOT IN D OR E)	G TOTAL COMPLETED AND STORED TO DATE (D+E+F)		H BALANCE TO FINISH (C - G)	I RETAINAGE (IF VARIABLE RATE)
			FROM PREVIOUS APPLICATION (D + E)	THIS PERIOD		% (G ÷ C)			
1	General Contractor	\$1,884,500.00	\$0.00	\$605,635.00		\$605,635.00	32.14%	\$1,278,865.00	
2	Infrastructure	\$115,000.00	\$0.00	\$6,966.00		\$6,966.00	6.06%	\$108,034.00	
3	FF & E	\$175,000.00	\$0.00	\$21,987.00		\$21,987.00	12.56%	\$153,013.00	
4	Preplanning Cost	\$35,000.00	\$0.00	\$34,965.00		\$34,965.00	99.90%	\$35.00	
5	Architect & Engineering Fees	\$120,000.00	\$0.00	\$98,928.00		\$98,928.00	82.44%	\$21,072.00	
6	Design Services & Consulting	\$50,000.00	\$0.00	\$1,865.00		\$1,865.00	3.73%	\$48,135.00	
7	Leased space/equipment	\$481,021.00	\$0.00	\$481,021.00		\$481,021.00	100.00%		
8	Contingency	\$100,000.00	\$0.00	\$0.00		\$0.00	0.00%	\$100,000.00	
GRAND TOTALS		\$2,960,521.00	\$0.00	\$1,251,367.00	\$0.00	\$1,251,367.00	42.27%	\$1,709,154.00	\$0.00

Users may obtain validation of this document by requesting of the license a completed AIA Document D401 - Certification of Documents' Authenticity