

MEMORIAL GROUP INC.

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JUN 27 2014

HEALTH FACILITIES &
SERVICES REVIEW BOARD

VIA UPS

June 18, 2014

Illinois Health Facilities and Services Review Board
525 West Jefferson
Springfield, Illinois 62761

RE: **Annual Progress Report**
Project #11-017
Memorial Group, Inc.
Metro East Services, Inc. d/b/a Memorial Hospital East

To Whom It May Concern:

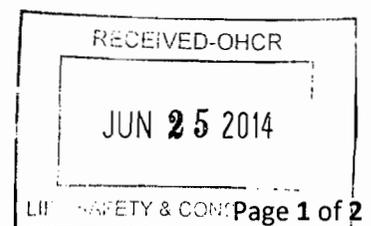
Please accept this document in response to the annual progress reporting requirements for the above-referenced project, consistent with the provisions of Section 1130.760. This project involves the construction of a newly licensed 94-bed hospital to be located at Shiloh, Illinois.

The project is currently approximately 30% complete and the anticipated completion date is June 30, 2017. To date, it is estimated that a total of approximately \$16.9 million has been incurred related to the project.

The attached table identifies the anticipated project costs as identified in the *Application*, the currently-anticipated project cost, and costs incurred to date.

The major project components completed during the past twelve months include:

- Financing
- Construction Start:
 - Concrete Foundations
 - Onsite Utilities



The major project components yet to be completed include:

- Construction
- Equipment Selection and Installation
- Landscaping
- Inspections and Occupancy Permit

Please do not hesitate to contact me if any additional information is required. I may be reached at 618-257-5642 or mturner@memhosp.com.

Sincerely,



Mark J. Turner
President and CEO

cc: Ruth Holmes, Administrator
Jack Axel, Axel & Associates
Joe Lanius, Vice President
Amy Thomas, Vice President

attachment

**PROTESTANT MEMORIAL MEDICAL CENTER
PROJECT #11-017**

IDENTIFICATION OF COSTS INCURRED

USE OF FUNDS	<u>Approved Amount</u>	<u>Current Estimate</u>	<u>Incurred to Date</u>
Preplanning Costs	500,446	510,616	460,616
Site Survey & Soil Invest	18,402	18,402	18,000
Site Preparation	7,267,469	7,267,469	1,679,628
Off Site Work	1,488,133	2,488,133	285,550
New Construction Contracts	73,000,551	71,503,491	3,095,136
Contingencies	3,736,828	400,000	0
A & E Fees	4,856,006	5,960,871	5,041,019
Consulting & Other Fees	139,106	271,119	145,000
Movable Equipment	28,338,416	16,753,957	795,000
Bond Issuance Expense	1,479,920	1,573,288	1,573,288
Net Interest Expense	3,735,654	17,812,239	3,777,214
TOTAL	124,560,931	124,559,585	16,870,451
 SOURCES OF FUNDS			
Cash and Securities	10,000,000	12,078,585	343,298
Mortgages/Loans	114,560,931	112,481,000	16,527,153
TOTAL	124,560,931	124,559,585	16,870,451