

FOLEY & ASSOCIATES, INC.

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RECEIVED

May 11, 2015

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Ms. Courtney Avery, Administrator
Health Facilities and Services Review Board
Illinois Department of Public Health
525 West Jefferson Street, Second Floor
Springfield, Illinois 62761

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

**Re: Permit # 11-104 McAllister Nursing and
Rehab; Annual Progress Report**

Dear Ms. Avery:

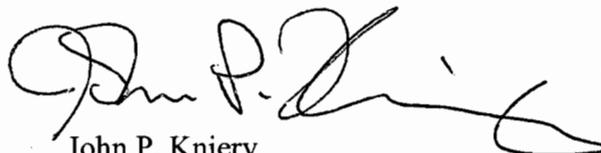
On April 17, 2012 the Illinois Health Facilities and Services Review Board granted a permit to McAllister Nursing and Rehab for the modernization of 111-Long Term Care need and the addition of 89-Long-Term Care beds for a total of 200-nursing care beds. On behalf of the Applicant, I am writing this letter to comply with section 1130.760 (Annual Progress Reports) of the 77 Illinois Administrative Code.

The project was Obligated and said documentation was provided in the 2013 annual progress report. Since the last progress report of May 2014, construction has commenced with a cost incurred to date are approximately \$8.5 Million which equate to approximately 34% of the finished project cost. This cost and percentage represents the last months draw. Current progress is well over 50% complete.

Appended herein (**EXHIBIT A**) is a project cost and sources of funds chart illustrating the approved line items and the corresponding expenditures that have been made per line item from last month.

The method and sources of funds have not changed as originally approved. The anticipated date of occupancy September 1, 2015. At that point the licensure process can commence and should allow final completion as scheduled for January 31, 2016 as stated in the permit letter. The facility will be completed.

Should you have any questions or concerns, please do not hesitate to contact me on behalf of the Applicant.



John P. Kniery
Health Care Consultant

c: Eli Atkin



PROJECT COSTS AND SOURCES OF FUNDS

Use of Funds	COST	Expended to Date	% Expended
Preplanning Costs	\$ 38,500	\$ 38,500.00	100%
Site Survey and Soil Investigation	\$ 13,200	\$ 13,200.00	100%
Site Preparation	\$ 165,000	\$ 165,000.00	100%
Off Site Work	\$ 35,000	\$ 35,000.00	100%
New Construction Contracts	\$ 20,868,326	\$ 6,641,035.03	32%
Modernization Contracts	\$ -	\$ -	#DIV/0!
Contingencies	\$ 1,043,416	\$ 533,850.00	51%
Architectural/Engineering Fees	\$ 695,000	\$ 583,694.97	84%
Consulting and Other Fees	\$ 209,000	\$ 100,000.00	48%
Movable or Other Equipment	\$ 1,091,000	\$ -	0%
Bond Issuance Expense	\$ -	\$ -	#DIV/0!
Net Interest Expense During Construction	\$ 705,000	\$ 370,000.00	52%
Fair Market Value of Leased Space or Equipment	\$ -	\$ -	#DIV/0!
Other Costs to be Capitalized	\$ 47,500	\$ -	0%
Acquisition of Building or Other Property	\$ -	\$ -	#DIV/0!
Total Uses of Funds	\$ 24,910,942	\$ 8,480,280	34%
Source of Funds			#DIV/0!
Cash and Securities	\$ 2,610,942	\$ 2,610,942.00	100%
Pledges		\$ -	#DIV/0!
Gifts and Bequests		\$ -	#DIV/0!
Bond Issues		\$ -	#DIV/0!
Mortgages	\$ 22,300,000	\$ 5,869,338.00	26%
Leases		\$ -	#DIV/0!
Governmental Appropriations		\$ -	#DIV/0!
Grants		\$ -	#DIV/0!
Other Funds and Sources		\$ -	#DIV/0!
Total Sources of Funds	\$ 24,910,942	\$ 8,480,280.00	34%