

PARK PLACE

OF ELMHURST

November 29, 2012

Via Overnight Courier

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

**Re: Park Place Christian Community of Elmhurst
Project No.: 12-007 (the "Project")
Final Project Report**

Dear Ms. Avery:

We are pleased to provide the final project report for Project 12-007 for Park Place Christian Community of Elmhurst, as required by Section 1130.770(c) of the Review Board's Rules.

Attached with this letter is an independent audit prepared by KPMG LLP of the Project costs, including an itemization of all costs that have been or will be submitted for reimbursement under Titles XVIII or XIX. These Project costs represent all of the expenditures required to complete construction of the Park Place facility. The final Project cost total is within the approved permit amount. There are no additional costs associated with completing the Project that will be submitted for reimbursement under Titles XVIII or XIX.

We are also providing the Application and Certification for Payment form (AIA form G702) with this report.

As the Vice President of Finance, I certify that to the best of my knowledge the Project has now complied with all permit requirements. The permit for Project 12-007 was approved by the Health Facilities Planning Board on April 17, 2012. The Project was timely obligated. The Project was completed on schedule on August 1, 2012, well in advance of the August 31, 2012 Project Completion Date and timely notice of Project Completion was filed.

1050 S. Euclid Avenue • Elmhurst, Illinois 60126
630.936.4500 tel • 630.630.4550 fax • www.parkplaceelmhurst.com



A Providence Life  Services Community

PARK PLACE OF ELMHURST IS A CHRISTIAN FUNDED,
NON-PROFIT ORGANIZATION

RECEIVED

NOV 30 2012

HEALTH FACILITIES &
SERVICES REVIEW BOARD

Please feel free to contact me or Joe Ourth, our CON counsel, at (312) 876-7815,
with any questions on this report.

Very truly yours,



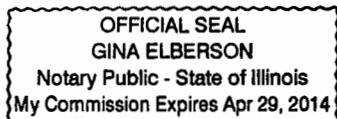
Barry VanderGenugten
Vice President of Finance

Subscribed before me this 29th day of November, 2012.



Signature of Notary

Seal



Attachments

cc: Ms. Alexis Kendrick
Mr. Joe Ourth



**TIMOTHY PLACE D/B/A PARK PLACE CHRISTIAN
COMMUNITY OF ELMHURST**

Illinois Health Facilities Planning Board
IHFPB Project #12-007

Project Costs and Sources of Funds Report

Period from May 27, 2010 through October 31, 2012

(With Independent Auditors' Report Thereon)



KPMG LLP
Aon Center
Suite 5500
200 East Randolph Drive
Chicago, IL 60601-6436

Independent Auditors' Report

The Board of Directors
Timothy Place d/b/a Park Place Christian Community of Elmhurst:

We have audited the accompanying Project Costs and Sources of Funds Report (the Report) of Timothy Place d/b/a Park Place Christian Community of Elmhurst (the Company) for the period from May 27, 2010 through October 31, 2012. This report is the responsibility of the Company's management. Our responsibility is to express an opinion on the Report based on our audit.

We conducted our audit of the Report in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Report is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts in the Report. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall Report's presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Report was prepared for the purpose of complying with the terms of the Illinois Health Facilities Planning Board Act and is not intended to be a presentation in conformity with accounting principles generally accepted in the United States of America.

In our opinion, the Project Costs and Sources of Funds Report of Timothy Place d/b/a Park Place Christian Community of Elmhurst referred to above presents fairly, in all material respects and in accordance with the aforementioned guidelines, the project costs of Timothy Place d/b/a Park Place Christian Community of Elmhurst for the period from May 27, 2010 through October 31, 2012.

This report is intended solely for the information and use of the board of directors and management of the Company and the Illinois Health Facilities and Services Review Board, and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

November 26, 2012

**TIMOTHY PLACE d/b/a PARK PLACE CHRISTIAN
COMMUNITY OF ELMHURST**

Illinois Health Facilities Planning Board
IHFPB Project #12-007

Project Costs and Sources of Funds Report

Period from May 27, 2010 to October 31, 2012

Skilled nursing facility project costs and sources of funds

	<u>CON permit</u>	<u>Actual project costs</u>	<u>Over (under) budget</u>
Use of funds:			
Preplanning costs	\$ 40,312	41,791	1,479
Site survey	10,390	10,390	—
Site preparation	258,058	270,967	12,909
Off-site work	7,648	9,463	1,815
New construction contract	4,449,730	4,467,525	17,795
Contingencies	34,791	—	(34,791)
Architect/Engineering	334,413	332,063	(2,350)
Consulting and other	414,609	411,641	(2,968)
Movable or other equipment	168,189	176,743	8,554
Bond issuance	391,503	385,433	(6,070)
Net interest expense during construction	1,469,031	1,347,227	(121,804)
Total uses of funds	<u>\$ 7,578,674</u>	<u>7,453,243</u>	<u>(125,431)</u>
Source of funds:			
Bond issues (project related)	\$ <u>7,578,674</u>	<u>7,453,243</u>	<u>(125,431)</u>

Total project costs and sources of funds

	<u>CON permit</u>	<u>Actual project costs</u>	<u>Over (under) budget</u>
Use of funds:			
Preplanning costs	\$ 678,201	703,076	24,875
Site survey	174,793	174,793	—
Site preparation	4,341,480	4,558,656	217,176
Off-site work	128,670	159,204	30,534
New construction contract	74,860,709	75,160,104	299,395
Contingencies	651,940	—	(651,940)
Architect/Engineering	5,626,052	5,586,509	(39,543)
Consulting and other	7,769,226	7,794,282	25,056
Movable or other equipment	2,829,560	2,973,472	143,912
Bond issuance	7,336,249	7,298,029	(38,220)
Net interest expense during construction	27,527,684	25,509,261	(2,018,423)
Other costs to be capitalized	10,089,698	11,207,082	1,117,384
Total uses of funds	<u>\$ 142,014,262</u>	<u>141,124,468</u>	<u>(889,794)</u>
Source of funds:			
Cash and securities	\$ 1,000,000	846,706	(153,294)
Bond issues (project related)	<u>141,014,262</u>	<u>140,277,762</u>	<u>(736,500)</u>
Total sources of funds	<u>\$ 142,014,262</u>	<u>141,124,468</u>	<u>(889,794)</u>

**TIMOTHY PLACE D/B/A PARK PLACE CHRISTIAN
COMMUNITY OF ELMHURST**

Illinois Health Facilities Planning Board
IHFBP Project #12-007

Project Costs and Sources of Funds Report

Period from May 27, 2010 through October 31, 2012

Project Costs and Sources of Funds Report

Timothy Place d/b/a Park Place Christian Community of Elmhurst was issued a permit to construct a 37-bed long-term care facility as part of a Continuum Care Retirement Community. The total project was budgeted for \$142,014,262, of which \$7,578,674 relates to the skilled nursing facility. Actual total and skilled nursing facility project costs were \$141,124,468 and \$7,453,243, respectively, which were \$889,794 and \$125,431, respectively, under budget.

See accompanying independent auditors' report.

TO (OWNER): Timothy Place, NFP and Christian Healthcare Foundati Park Place Christian Community of Elmhurst
 18601 North Creek Drive
 Tinley Park, IL 60477

PROJECT: APPLICATION NO: 26
 PERIOD TO: 07/31/12

Distribution to: OWNER
 ARCHITECT
 CONTRACTOR

FROM (CONTRACTOR): Bovis Lend Lease, Inc.
 One North Wacker, Suite 850
 Chicago, IL 60606

VIA (ARCHITECT): ARCHITECTS
 PROJECT NO:

CONTRACT FOR: General Construction Services
 CONTRACT DATE 09/21/09

CONTRACTOR'S APPLICATION FOR PAYMENT

CHANGE ORDER SUMMARY

Change Orders approved in previous months by Owner 1-23	ADDITIONS	DEDUCTIONS
TOTAL	2,292,424.00	-35,304.00
Approved this Month		
Number	Date Approved	
	0.00	
	0.00	
TOTALS	2,292,424.00	(35,304.00)
Net Change by Change Orders	2,257,120.00	

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: Bovis Lend Lease, Inc.
 John Morley, Sr. Vice President

By: *John Morley* 08/20/12

ARCHITECT'S CERTIFICATE FOR PAYMENT

In accordance with the contract documents, based on on-site observations and the data comprising the above 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.

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

1. ORIGINAL CONTRACT SUM \$ 75,986,000.00
2. Net Change by Change Orders \$ 2,257,120.00
3. CONTRACT SUM TO DATE (Line 1+2) \$ 78,243,120.00
4. TOTAL COMPLETED & STORED TO DATE (Column G on G703) \$ 78,138,003.15
5. RETAINAGE:
 - a. of Completed Work \$ 1,197,400.65 (Column D+E on G703)
 - b. of Stored Material 0.00 (Column F on G703)
 Total Retainage (Line 5a+5b or Total in Column I of G703) \$ 1,197,400.65
6. TOTAL EARNED LESS RETAINAGE (Line 4 less line 5 Total) \$ 76,940,602.50
7. LESS PREVIOUS CERTIFICATES FOR PAYMENT (Line 6 from prior Certificate) \$ 76,690,641.30
8. CURRENT PAYMENT DUE \$ 249,961.20
9. BALANCE TO FINISH, PLUS RETAINAGE (Line 3 less Line 6) \$ 1,302,517.50

State of Illinois County of Cook
 Subscribed and sworn to before me this 8/20/12
 Notary Public: *Agata Szredzinska*
 My Commission Expires: 07/31/2016

AMOUNT CERTIFIED 249,961.20
 (Attach explanation if amount certified differs from the amount applied for).
 ARCHITECT: 249,961.20

By: *Agata Szredzinska* Date: 8/20/12
 This certificate is not negotiable. The amount certified is payable only to the Contractor named herein. Issuance, payment and acceptance of payment are without prejudice to any rights of the Owner or Contractor under this contract.