

  
**SWEDISHAMERICAN  
HEALTH SYSTEM**

A Top 100 Hospital  
Winner Of The Lincoln Award For Excellence

April 22, 2014

**RECEIVED**

APR 28 2014

HEALTH FACILITIES &  
SERVICES REVIEW BOARD

SwedishAmerican Hospital  
SwedishAmerican Medical Center/  
Belvidere

SwedishAmerican Health System  
Subsidiaries:  
Ambulatory Rehabilitation Therapy  
Behavioral Health Resources  
Foundation  
Health Alliance  
Health Management Organization  
Home Health Care  
Management Services Organization  
Orthopedic & Sports Therapy Center  
Realty  
Wound Care and Hyperbaric Clinics

Ms. Courtney Avery, Administrator  
Illinois Health Facilities and Services Review Board  
525 W. Jefferson Street  
Springfield, IL 62761

Reference: Permit # 12-013, SwedishAmerican Regional Cancer Center-  
Rockford, IL 2014 Annual Progress Report

SwedishAmerican Regional Cancer Center:  
ACT  
Ninth Street  
Radiation Oncology

SwedishAmerican Medical Group Clinics:  
Belvidere  
Brookside Immediate and Occupational  
Care  
Brookside Specialty Center  
Byron  
Camelot OB/GYN  
Cardiothoracic Surgery  
Center For Women  
Davis Junction  
Five Points  
Lundholm Orthopedics  
Marengo  
Marengo Immediate Care  
Maternal-Fetal Medicine  
Midtown  
Neuro & Headache Center  
Pulmonology  
Rochelle  
Rock Valley Women's Health Center  
Roscoe  
Roscoe Immediate Care  
Valley  
Woodside

Dear Ms Avery:

The purpose of this letter is to meet the requirements for submitting the Annual Progress Report for Project # 12-013 (Project) as defined by the Health Facilities and Services Review Board (State Board) regulations under 77 Ill. Adm. Code 1130.760.

The State Board approved the Project on April 17, 2012, which pertains to the construction of free-standing comprehensive cancer treatment center in Rockford, IL at an approved project cost of \$38,643,937.

**1) Current status of Project**

The Project remains in compliance with Permit approvals for size and scope. Based on spending through December, the Project is 100% complete with respect to construction.

**2) Project Costs**

An itemized listing of Project costs in comparison to the approved Permit amounts (attached)

**3) Project Funding**

The Sources and Uses of funds are anticipated to remain the same as the permit (attached). 100% tax exempt bonds were issued to fund the project on September 27, 2012.

Midwest Heart Specialists at  
SwedishAmerican  
Northern Illinois Vein Clinic  
The Heart Hospital at SwedishAmerican  
TriRivers Health Partners

**4) Application and Certification for Payment**

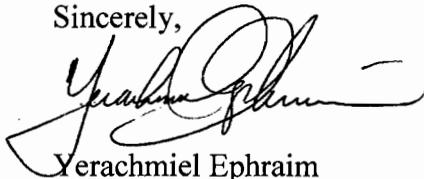
The most recent AIA document G702, for the period to December 31, 2013 is attached with this letter. Total spend to date: \$23,843,081.

**5) Anticipated Date of Completion**

The completion of the Project as defined in the approved application for permit will remain June 30, 2014 for submission of the final report.

Please feel free to contact me at (815) 966-2085 with any questions on this submission or on the Project in general.

Sincerely,



Yerachmiel Ephraim  
Director Performance Improvement

cc: Michael Constantino, IDPH  
Alexis Murono Kendrick, IDPH  
Thomas Myers, SAHS  
Patti Dewane, SAHS  
Glenn Evans, SAHS

Michael Constantino, IDPH  
Illinois Health Facilities and Services Review Board  
525 W. Jefferson Street  
Springfield, IL 62761

Alexis Murono Kendrick, IDPH  
Illinois Health Facilities and Services Review Board  
525 W. Jefferson Street  
Springfield, IL 62761

**FINAL WAIVER OF LIEN**

STATE OF ILLINOIS

), ss

Escrow # \_\_\_\_\_

COUNTY OF BOONE

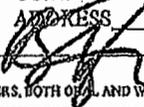
TO WHOM IT MAY CONCERN:

WHEREAS the undersigned has been employed by SWEDISH AMERICAN HOSPITAL to furnish LABOR AND/OR MATERIALS AND/OR EQUIPMENT AND/OR CONSTRUCTION MANAGEMENT for the premises known as SWEDISH AMERICAN REGIONAL CANCER CENTER, ROCKFORD, IL which SWEDISH AMERICAN HOSPITAL is the owner. THE undersigned, for and in consideration of FORTY-FOUR THOUSAND TWO HUNDRED FORTY-FIVE AND 00/100\*\*\*\*\*(\$44,245.00) Dollars, and other good and valuable considerations, the receipt whereof is hereby acknowledged, do(es) hereby waive and release any and all lien or claim of, or right to, lien, under the statutes of the State of Illinois, relating to mechanics' liens, with respect to and on said above described premises, and the improvements thereon, and on the material, fixtures, apparatus or machinery furnished, and on the moneys, funds or other considerations due or to become due from the owner, on account of labor services, material, fixtures, apparatus or machinery, heretofore furnished, or which may be furnished at any time hereafter, by the undersigned for the above-described premises, INCLUDING EXTRAS.\*

DATE 12/31/2013

COMPANY NAME RINGLAND-JOHNSON, INC.  
ADDRESS 1725 HUNTWOOD DRIVE CHERRY VALLEY IL

SIGNATURE AND TITLE

 PRESIDENT/CEO

\*EXTRAS INCLUDE BUT ARE NOT LIMITED TO CHANGE ORDERS, BOTH ORAL AND WRITTEN, TO THE CONTRACT.

**CONTRACTOR'S AFFIDAVIT**

STATE OF ILLINOIS

) ss

COUNTY OF BOONE

TO WHOM IT MAY CONCERN:

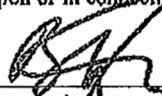
THE UNDERSIGNED, BRENT B. JOHNSON BEING DULY SWORN, DEPOSES AND SAYS THAT HE OR SHE IS PRESIDENT/CEO OF RINGLAND-JOHNSON, INC. WHO IS THE CONTRACTOR FURNISHING CONSTRUCTION MANAGEMENT, LABOR AND/OR MATERIALS AND/OR EQUIPMENT FOR GENERAL CONSTRUCTION SERVICES WORK ON THE BUILDING LOCATED AT 3535 N. BELL SCHOOL ROAD, ROCKFORD, ILLINOIS OWNED BY SWEDISH AMERICAN HOSPITAL. That the total amount of the contract including extras\* is \$ 23,843,081.00 on which he or she has received payment of \$ 23,798,836.00 prior to this payment. That all waivers are true, correct and genuine and delivered unconditionally and that there is no claim either legal or equitable to defect the validity of said waivers. That the following are the names and addresses of all parties who have furnished material or labor, or both, for said work and all parties having contracts or sub contracts for specific portions of said work or for material entering into the construction thereof and the amount due or to become due to each, and that the items mentioned include all labor and material required to complete said work according to plans and specifications:

NAME AND ADDRESSES	WHAT FOR	CONTRACT PRICE INCLUDING EXTRAS	AMOUNT PAID	THIS PAYMENT	PAYABLE DUE
Total labor and material to complete					

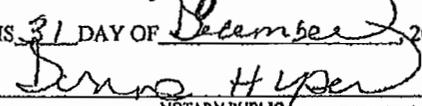
That there are no other contracts for said work outstanding, and that there is nothing due or to become due to any person for material, labor or other work of any kind done or to be done upon or in connection with said work other than above stated.

DATED 12/31/2013

SIGNATURE



SUBSCRIBED AND SWORN TO BEFORE ME THIS 31 DAY OF December 2013.



\*EXTRAS INCLUDE BUT ARE NOT LIMITED TO CHANGE ORDERS, BOTH ORAL AND WRITTEN, TO THE CONTRACT.

**OFFICIAL SEAL**  
**DONNA HYSER**  
Notary Public, State of Illinois  
My Commission Expires 08/01/17

**APPLICATION AND CERTIFICATION FOR PAYMENT**

To: Swedish American Hospital  
 1301 E. State Street  
 Rockford, IL 61104

PROJECT: Regional Cancer Center  
 Bell School Road  
 Rockford, IL 61107

AIA DOCUMENT G702  
 APPLICATION NO: 20  
 PERIOD TO: 12/31/2013

FROM: RINGLAND-JOHNSON, INC.  
 R-J JOB No.: 212-065  
 R-J INVOICE NO: 212065-20

A/A: Saavedra Gehlhausen Architects  
 504 N. Church Street  
 Rockford, IL 61107

PROJECT NO. C00057319  
 COST CENTER: 60,1890,11103  
 CONTRACT DATE: 4/18/2012

**CONTRACTOR'S APPLICATION FOR PAYMENT**

Continuation Sheet, AIA Document G703, is attached.

- 1. GUARANTEED MAXIMUM PRICE "GMP" ..... \$ 24,088,000
- 2. NET CHANGE BY CHANGE ORDERS..... \$ (244,919)
- 3. GUARANTEED MAXIMUM PRICE..... \$ 23,843,081
- 4. TOTAL COMPLETED & STORED TO DATE..... \$ 23,843,081
- 5. RETAINAGE  
 Total Retainage..... \$ -
- 6. TOTAL EARNED LESS RETAINAGE..... \$ 23,843,081
- 7. LESS PREVIOUS CERTIFICATES FOR  
 PAYMENT ..... \$ 23,798,836
- 8. CURRENT PAYMENT DUE..... \$ 44,245
- 9. BALANCE TO FINISH PLUS RETAINAGE..... \$ -

CHANGE ORDER SUMMARY	ADDITIONS	DEDUCTIONS
Total changes approved in previous months by Owner		
Unused Contingency Allowance		\$ (244,919.00)
TOTALS	\$ (244,919.00)	\$ (244,919.00)
NET CHANGES by Change Order	\$ (244,919.00)	\$ (244,919.00)

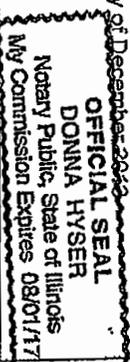
The undersigned Contractor certifies that to the best of the Contractor's knowledge, information and belief the Work covered by this Application for Payment has been completed in accordance with the Contract Documents, that all amounts have been paid by the Contractor for Work for which previous Certificates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

CONTRACTOR: Ringland-Johnson, Inc.  
 By:   
 Brent B. Johnson, President & CEO

Date: 12/31/2013

State of Illinois County of Boone  
 Subscribed and sworn to before me this 31st day of December 2013.

Notary Public *Donna Hyser*  
 My Commission expires: 08/01/17



**OWNERS CERTIFICATE FOR PAYMENT**  
 In accordance with the Contract Documents, based on on-site observations and the data comprising the above application, the Owner certifies that to the best of the Owner'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 ..... \$ 44,245.42  
 (Attach explanation if amount certified differs from the amount applied for.)

OWNER:  
 By:   
 Glenn Evans, Director Facility Planning, Design, & Construction  
 Date: 12/31/13

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.





Swedish Am Regional Cancer Center

A ITEM NO.	B DESCRIPTION OF WORK	C SCHEDULED VALUE	D WORK COMPLETED		E THIS PERIOD	F MATERIALS PRESENTLY STORED (NOT IN D OR E)	G TOTAL COMP. & STORED TO DATE (D+E+F)	H % (G/C)	I BALANCE TO FINISH (C-G)	J RETAINAGE 0% * 0% *
			FROM PREVIOUS APPLICATION (D+E)	THIS PERIOD						
100	Bid Package 25 Plaster	31,200	31,200	0	0	31,200	100%	0	0	
101	Executive Plastering Co	235,183	235,183	0	0	235,183	100%	0	0	
102	Bid Package 27 Tile	361,095	361,095	0	0	361,095	100%	0	0	
103	Rockford Central Tile	242,472	242,472	0	0	242,472	100%	0	0	
104	Bid Package 28 Flooring	176,583	176,583	0	0	176,583	100%	0	0	
105	Hughes Flooring	13,220	13,220	0	0	13,220	100%	0	0	
106	Bid Package 29 Ceilings	136,726	136,726	0	0	136,726	100%	0	0	
107	Central Ceiling Systems, Inc.	180,099	180,099	0	0	180,099	100%	0	0	
108	Bid Package 30 Painting	265,364	265,364	0	0	265,364	100%	0	0	
109	Executive Painting	84,750	84,750	0	0	84,750	100%	0	0	
110	Bid Package 31 Specialties	128,431	128,431	0	0	128,431	100%	0	0	
111	Ringland Johnson Construction	176,583	176,583	0	0	176,583	100%	0	0	
112	Bid Package 32 Operable Wall Partitions	13,220	13,220	0	0	13,220	100%	0	0	
113	Modernford Chicago	136,726	136,726	0	0	136,726	100%	0	0	
114	Bid Package 34 Window Treatments	180,099	180,099	0	0	180,099	100%	0	0	
115	Shade Aire Company	84,750	84,750	0	0	84,750	100%	0	0	
116	Bid Package 35 Elevator	128,431	128,431	0	0	128,431	100%	0	0	
117	Schludler Elevator	180,099	180,099	0	0	180,099	100%	0	0	
118	Bid Package 36 Pneumatic Tube	84,750	84,750	0	0	84,750	100%	0	0	
119	Swisslog	128,431	128,431	0	0	128,431	100%	0	0	
120	Bid Package 37 Fire Protection	180,099	180,099	0	0	180,099	100%	0	0	
121	S J Carlson	84,750	84,750	0	0	84,750	100%	0	0	
122	Bid Package 38 Plumbing	2,014,545	1,998,005	16,540	0	2,014,545	100%	0	0	
123	Nelson Carlson Mechanical	394,149	394,149	0	0	394,149	100%	0	0	
124	Bid Package 39 HVAC	2,133,923	2,127,611	6,312	0	2,133,923	100%	0	0	
125	Johnson Controls	185,201	185,201	0	0	185,201	100%	0	0	
126	Bid Package 40 HVAC Controls	49,759	49,759	0	0	49,759	100%	0	0	
127	Johnson Controls	185,201	185,201	0	0	185,201	100%	0	0	
128	Bid Package 41 Electrical	2,133,923	2,127,611	6,312	0	2,133,923	100%	0	0	
129	Morse Electric	185,201	185,201	0	0	185,201	100%	0	0	
130	Bid Package 42 Low Voltage	49,759	49,759	0	0	49,759	100%	0	0	
131	Kelso-Burnett Co.	185,201	185,201	0	0	185,201	100%	0	0	
132	Bid Package 43 Nurse Call	49,759	49,759	0	0	49,759	100%	0	0	
133	ProCom Systems	185,201	185,201	0	0	185,201	100%	0	0	
134	Bid Package 44 Bridge	49,759	49,759	0	0	49,759	100%	0	0	
135	ProCom Systems	185,201	185,201	0	0	185,201	100%	0	0	
136	Bid Package 44 Bridge	49,759	49,759	0	0	49,759	100%	0	0	
137	ProCom Systems	185,201	185,201	0	0	185,201	100%	0	0	
138	Bid Package 44 Bridge	49,759	49,759	0	0	49,759	100%	0	0	
139	ProCom Systems	185,201	185,201	0	0	185,201	100%	0	0	
140	Bid Package 44 Bridge	49,759	49,759	0	0	49,759	100%	0	0	
141	ProCom Systems	185,201	185,201	0	0	185,201	100%	0	0	
142	Bid Package 44 Bridge	49,759	49,759	0	0	49,759	100%	0	0	
143	ProCom Systems	185,201	185,201	0	0	185,201	100%	0	0	
144	Bid Package 44 Bridge	49,759	49,759	0	0	49,759	100%	0	0	
145	ProCom Systems	185,201	185,201	0	0	185,201	100%	0	0	
146	Bid Package 44 Bridge	49,759	49,759	0	0	49,759	100%	0	0	
147	ProCom Systems	185,201	185,201	0	0	185,201	100%	0	0	
148	Bid Package 44 Bridge	49,759	49,759	0	0	49,759	100%	0	0	
149	ProCom Systems	185,201	185,201	0	0	185,201	100%	0	0	
150	Bid Package 44 Bridge	49,759	49,759	0	0	49,759	100%	0	0	
151	ProCom Systems	185,201	185,201	0	0	185,201	100%	0	0	
152	Bid Package 44 Bridge	49,759	49,759	0	0	49,759	100%	0	0	

A ITEM NO.	B DESCRIPTION OF WORK	C SCHEDULED VALUE	D WORK COMPLETED		E THIS PERIOD	F MATERIALS PRESENTLY STORED (NOT IN D OR E)	G TOTAL COMP. & STORED TO DATE (D + E + F)	%	(G / C)	H BALANCE TO FINISH (C - G)	I RETAINAGE 0% * 0% *
			FROM PREVIOUS APPLICATION (D + E)	THIS PERIOD							
153	Bridge	12,000	12,000	0	0	0	12,000	100%	0	0	0%
154	Bid Package 46 Healing Garden Masonry	0	0	0	0	0	0	0%	0	0	0%
155	Ringland Johnson (transferred)	0	0	0	0	0	0	0%	0	0	0%
156	Bid Package 47 Resin Panels	62,518	62,518	0	0	0	62,518	100%	0	0	0%
157	Ringland Johnson Construction	0	0	0	0	0	0	0%	0	0	0%
158	Bid Package 48 Unistrut	30,480	30,480	0	0	0	30,480	100%	0	0	0%
159	Unistrut	0	0	0	0	0	0	0%	0	0	0%
160	Bid Package 49 Site Furniture	46,130	46,130	0	0	0	46,130	100%	0	0	0%
161	Ringland Johnson Construction	0	0	0	0	0	0	0%	0	0	0%
162	Bid Package 50 Signs Now	72,362	72,362	0	0	0	72,362	100%	0	0	0%
163	Protected Expenditures	0	0	0	0	0	0	0%	0	0	0%
164	Art Allowance	0	0	0	0	0	0	0%	0	0	0%
165	Concrete Moisture Remediation	0	0	0	0	0	0	0%	0	0	0%
166	Dehumidification in Summer	40,000	40,000	0	0	0	40,000	100%	0	0	0%
167	Exterior Signage Allowance(transferred)	0	0	0	0	0	0	0%	0	0	0%
170	Interior Signage =CorPro	43,529	43,529	0	0	0	43,529	100%	0	0	0%
171	Temp Heat in Writer	58,533	58,533	0	0	0	58,533	100%	0	0	0%
172	PLAM Wood Walls (transferred)	0	0	0	0	0	0	0%	0	0	0%
173	Government/Utility	0	0	0	0	0	0	0%	0	0	0%
174	Water Connection Fees	24,589	24,589	0	0	0	24,589	100%	0	0	0%
175	Sanitary Connection Fees	13,737	13,737	0	0	0	13,737	100%	0	0	0%
176	Electrical Service Fees-Corred	3,314	3,314	0	0	0	3,314	100%	0	0	0%
177	Contingency Allowance	244,919	0	0	0	0	0	0%	244,919	0	0%
178	Unused Contingency Allowance	(244,919)	0	0	0	0	0	0%	(244,919)	0	0%
179	GUARANTEED MAX PRICE "GMP"	\$ 23,843,081	\$ 23,798,836	\$ 44,245	\$ -	\$ 23,843,081	99%	\$ -	\$ -	\$ -	
180											
181											
182											
183											
184											

NOTE: Individual line items may vary. Only total is guaranteed.

Permit #12-013-SwedishAmerican Regional Cancer Center  
Annual Progress Report - April 2014  
Reflects expenditures thru 3/31/14

**Summary of Project Costs**

	Permit Approval	Current Anticipated Costs	Spent to Date thru 3/31/14
<b>Use of Funds</b>			
Preplanning Costs	\$ 265,000	\$ 265,000	\$ 265,000
Site Survey and Soil Investigation	\$ 17,500	\$ 15,000	\$ 8,887
Site Preparation	\$ 1,200,000	\$ 1,166,434	\$ 1,380,713
Offsite Work	\$ -	\$ -	\$ -
New Construction Contracts	\$ 22,166,908	\$ 21,839,751	\$ 21,991,845
Modernization Contracts	\$ -	\$ -	\$ -
Contingencies	\$ 2,215,591	\$ 611,284	\$ -
Architectural/Engineering Fees	\$ 1,835,000	\$ 1,735,000	\$ 1,721,800
Consulting and Other Fees	\$ 650,000	\$ 470,531	\$ 470,531
Moveable and Other Equipment	\$ 7,537,000	\$ 9,917,332	\$ 8,301,744
Bond Issuance Expense	\$ 827,600	\$ 648,001	\$ 635,680
Net Interest Expense During Construction Period	\$ 1,629,338	\$ 1,629,338	\$ 1,991,852
FMV of leased space or equipment	\$ -	\$ -	\$ -
Other costs to be capitalized	\$ 300,000	\$ 177,500	\$ 187,915
Acquisition of Building or other property (excluding land)	\$ -	\$ -	\$ -
<b>Total Uses</b>	<b>\$ 38,643,937</b>	<b>\$ 38,475,171</b>	<b>\$ 36,955,965</b>
<b>Source of Funds</b>			
Cash and securities	\$ -	\$ -	\$ 700,422
Pledges	\$ -	\$ -	\$ -
Gifts and Bequests	\$ -	\$ -	\$ 548,689
Bond Issues	\$ 38,643,937	\$ 38,475,171	\$ 35,706,854
Mortgages	\$ -	\$ -	\$ -
Leases (FMV)	\$ -	\$ -	\$ -
Government Appropriations	\$ -	\$ -	\$ -
Grants	\$ -	\$ -	\$ -
Other Funds and Sources	\$ -	\$ -	\$ -
<b>Total Sources of Funds</b>	<b>\$ 38,643,937</b>	<b>\$ 38,475,171</b>	<b>\$ 36,955,965</b>