



Fresenius Medical Care

August 28, 2013

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**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

Ms. Courtney Avery
Administrator
Illinois Health Facilities & Services Review Board
525 West Jefferson, 2nd Floor
Springfield, IL 62761

Re: Annual Progress Report. Section 1130.760
Project # 12-046 Fresenius Medical Care Spoon River
Permit Holder: Dialysis Centers of America – Illinois, Inc., and Fresenius
Medical Care Holdings, Inc.
Permit Amount: \$2,710,375

Dear Ms. Avery:

Enclosed please find the annual progress report which summarizes the current status of the above-mentioned project.

If you have any questions, please contact me at 708-498-9121.

Sincerely,

Lori Wright
Senior CON Specialist

cc: Clare Ranalli



Fresenius Medical Care

August 28, 2013

Annual Progress Report, Section 1130.760

Project # 12-046 Fresenius Medical Care Spoon River

Permit Holder: Dialysis Centers of America – Illinois, Inc., and Fresenius Medical Care Holdings, Inc.

Permit Amount: \$2,710,375

This report summarizes the current status of the above-mentioned project. The project is located at 340 S. Avenue B, Canton, Il. There have been no changes to the scope and size of this project. The Permit amount is \$2,710,375.

Key Milestones Completed:

Date Completed

- | | |
|---|------------|
| • Project Obligation with Lease Execution | 09/28/2012 |
| • Preliminary Plan approved, notice sent to the Architect to proceed. | 03/08/2013 |
| • Construction Drawings Completed | 04/05/2013 |
| • Scope of Project sent out for bids | 04/24/2013 |
| • Construction Contract Awarded | 05/21/2013 |
| • Building permit granted | 07/03/2013 |
| • Construction Commencement | 05/28/2013 |
| • Misc. Purchase orders placed | 06/30/2013 |

Key Actions that need to be completed:

Target Date

- | | |
|-------------------------------------|------------|
| • Vendor Installs | 08/30/2013 |
| • Certificate of occupancy granted | 09/13/2013 |
| • 1 st Patient Dialyzed | 10/13/2013 |
| • ESRD Federal Certification Survey | 01/31/2014 |
| • Project Complete | 04/30/2014 |

The project is currently approximately 75% complete and is expected to be completed by April 30, 2014

Sources and Uses of Funds

All Project financing to date has been funded from available cash and its equivalents as reported on the company's financial statements. The right to occupy the premises is being secured through a leasing arrangement. This leasing arrangement was utilized to obligate the project. None of the project costs have exceeded the approved permit amounts.

Project Costs and Sources of Funds

Line Item	Allowance/CON	Realized Costs
Preplanning Costs	N/A	N/A
Site Survey & Soil Investigation	N/A	N/A
Site Preparation	N/A	N/A
Off-site work	N/A	N/A
New Construction Contracts	N/A	N/A
Modernization	852,000	0
Contingencies	93,660	0
Architectural/Engineering	94,500	42,500
Consulting and other fees	N/A	N/A
Movable & Other Equipment	320,000	0
Bond Issuance Expense	N/A	N/A
Net Interest Expense during Construction	N/A	N/A
FMV of Leased Space & Equipment	1,350,215	1,350,215
Other Costs to be Capitalized	N/A	N/A
Acquisition of Building or other Property (excluding land)	N/A	N/A
Total Project Costs	2,710,375	
Realized Total Project Costs To Date		1,392,715
Cash & Securities	1,360,160	42,500
Pledges	N/A	N/A
Gifts & Bequests	N/A	N/A
Bond Issues	N/A	N/A
Mortgages	N/A	N/A
Lease FMV	1,350,215	1,350,215
Gov. Approp	N/A	N/A
Grants	N/A	N/A
Other funds and Sources	N/A	N/A
Total funds	2,710,375	
Total Spent to Date		1,392,715