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HAND DELIVERED

April 16, 2014

Ms. Courtney Avery, Administrator
Illinois Health Facilities and Services Review Board
Illinois Department of Public Health
525 West Jefferson Street, 2nd floor
Springfield, Illinois 62761

RECEIVED

APR 16 2014

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

Re: Project Number: 12-062, Wauconda Healthcare and Rehabilitation Centre

Dear Ms. Avery:

On behalf of the Applicant for the above referenced project, we respectfully request a Renewal of a Permit as stated in Section 1130.140;

The Applicants, Wauconda Healthcare and Rehab Centre, LLC and Wauconda Associates, LLC, are requesting a completion date of November 15, 2015 from the approved date of May 31, 2014. This constitutes an 18 month extension.

Status Report:

Final construction documents are completed, final Civil documents have been completed, IDPH review is in process, the bid documents have been prepared, the final review by the Village of Wauconda civil engineer is currently in process, and the bidding is expected to be completed by May 1, 2014. The revised scheduling of the project is as follows: contract preparation to be completed by May 15, 2014, construction to begin thereafter, construction to be completed by August 1, 2015, final IDPH certification (first part) physical plant survey to be start October 1, 2015, and final IDPH nursing certification (part two) to be completed by November 15, 2015.

Costs incurred are \$649,853.52 as of April 2013. A comparison of the costs expended to the approved permit amounts is provided in **Exhibit A**.

As anticipated in our application, the project was to be and are being financed with internal funds.



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As the construction has not commenced, the most recent Application for Payment (G702 form) is not germane.

Rational for Request:

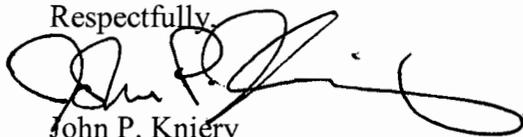
The rationale for this request is threefold. 1) There was an extensive time frame to receive the required conditional use permit approval from the Village of Wauconda; 2) there was additional time required for property vacation and dedication as a condition of the conditional use permit; and 3) the finalizing the acquisition of the adjacent property (as included in the CON application) took significantly longer delaying the initiation of the required conditional use permit.

Project Cost:

The permit amount originally submitted was \$9,885,500 and we do not anticipate exceeding that original amount. To date the project costs stand at \$649,853.52.

After reviewing the above information, we hope the Board will grant our permit renewal. We understand that this submittal is in excess of the 45-days prior to the current permit expiration and as such is in compliance with the requirements of Board's processing rules. As such, enclosed is also the required processing fee of \$500.00. Should you have any questions or concerns with any of the information provided herein, please do not hesitate to contact me.

Respectfully,



John P. Kniery
Health Care Consultant

ENCLOSURE

C:

Wauconda Healthcare and Rehabilitation Centre
 CON Approved Costs
 and
 Costs Expended to Date

Use of Funds	Amount	Expent to Date	% of Total
Preplanning Costs	\$30,000.00	\$17,000.00	56.67%
Site Survey and Soil Investigation	\$18,000.00	\$8,050.00	44.72%
Site Preparation	\$84,000.00	\$30,111.00	35.85%
Off Site Work		\$0.00	0.00%
New Construction Contracts	\$7,267,400.00	\$0.00	0.00%
Modernization Contracts	\$680,221.00	\$215,653.52	31.70%
Contingencies	\$820,695.00	\$0.00	0.00%
Architectural/Engineering Fees	\$394,400.00	\$285,038.00	72.27%
Consulting and Other Fees	\$150,000.00	\$94,001.00	62.67%
Movable or Other Equipment	\$440,784.00	\$0.00	0.00%
Bond Issuance Expense		\$0.00	0.00%
Net Interest Expense During Construction		\$0.00	0.00%
Fair Market Value of Leased Space or Equipment		\$0.00	0.00%
Other Costs to be Capitalized		\$0.00	0.00%
Acquisition of Building or Other Property		\$0.00	0.00%
Total IDPH Regulated Uses of Funds	\$9,885,500.00	\$649,853.52	6.57%
Source of Funds	Total		
Cash and Securities	\$9,885,500.00	\$649,853.52	6.57%
Pledges	\$0.00	\$0.00	0.00%
Gifts and Bequests	\$0.00	\$0.00	0.00%
Bond Issues	\$0.00	\$0.00	0.00%
Mortgages	\$0.00	\$0.00	0.00%
Leases	\$0.00	\$0.00	0.00%
Governmental Appropriations	\$0.00	\$0.00	0.00%
Grants	\$0.00	\$0.00	0.00%
Other Funds and Sources	\$0.00	\$0.00	0.00%
Total Sources of Funds	\$9,885,500.00	\$649,853.52	6.57%