



STATE OF ILLINOIS
HEALTH FACILITIES AND SERVICES REVIEW BOARD

525 WEST JEFFERSON ST. • SPRINGFIELD, ILLINOIS 62761 • (217) 782-3516 FAX: (217) 785-4111

August 19, 2011

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Kevin E. Vermeer, Executive Vice President
Iowa Health System
1200 Pleasant Street
Des Moines, Iowa 50309

RE: Exemption #: E-010-011 - Methodist Medical Center of Illinois
Applicant: Iowa Health System, Methodist Medical Center of Illinois,
Methodist Health Services Corporation

Dear Mr. Vermeer:

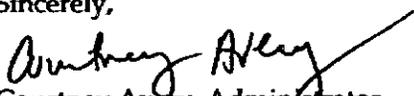
On August 16, 2011, the Illinois Health Facilities and Services Review Board (State Board) approved your request for an exemption for the change of ownership of Methodist Medical Center of Illinois, 221 Northeast Glen Oak Avenue, Peoria a 329 bed acute care hospital. Iowa Health System will become the sole member of Methodist Health Services Corporation a not for profit corporation that controls Methodist Medical Center of Illinois a health care facility as defined by the Illinois Health Facilities Planning Act. The approval was based upon the application's compliance with applicable provisions of 77 Ill. Adm. Code 1130.500 and 1130.520. The change of ownership transaction will not result in a change in the licensee/operating entity or the owner of the site. The fair market value of the transaction is \$232,000,000. The project completion date is January 1, 2012.

You are reminded that a final cost report must be submitted to the Agency no later than 60 days following the anticipated project completion date and failure to complete the project by the anticipated project completion date will invalidate the exemption. Failure to provide the required notification shall subject the exemption holder to the sanctions provided under Section 14 of the Illinois Health Facilities Planning Act.

The State Board's approval does not exempt the transaction from any other regulatory, certification or licensure requirements that may be applicable to this project. Please note the Illinois Department of Public Health will not license the proposed facility until suchtime as all of the exemption requirements have been completed.

Please contact Mike Constantino at (217) 782-3516 should you have any questions.

Sincerely,


Courtney Avery, Administrator
Illinois Health Facilities and Services Review Board
cc: Dale Galassie