



STATE OF ILLINOIS  
**HEALTH FACILITIES AND SERVICES REVIEW BOARD**

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

September 25, 2012

**CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

Dan Colby, Vice President  
Mercy Health System Corporation  
1000 Mineral Point Avenue  
Janesville, WI 53548

**RE: REVISED - FINAL DENIAL OF APPLICATION**  
**Illinois Health Facilities Planning Act**  
**PROJECT: #10-089 Mercy Crystal Lake Hospital & Medical Center, Inc.**  
**APPLICANT(S): Mercy Crystal Lake Hospital & Medical Center, Inc.**  
**Mercy Alliance, Inc.**

Dear Mr. Colby:

On September 11, 2012 the Illinois Health Facilities and Services Review Board (State Board) issued its final denial of the application for permit for the above-referenced project. The State Board rendered its decision following consideration of the application, supplemental and modified information, the State Board staff report, the testimony of the applicant, and oral and written testimony from interested parties. The State Board's decision was also based upon the applicant's failure to document conformance with the following review criteria:

- Criterion 1110.530(b) - Planning Area Need
- Criterion 1110.530(c) - Unnecessary Duplication/Maldistribution
- Criterion 1110.530(f) – Performance Requirements
- Criterion 1110.3030(a) – Clinical Services Other Than Categories of Service

Section 10 of the Illinois Health Facilities Planning Act (the "Act"), [20 ILCS 3960/10] affords you the opportunity for a hearing before an administrative law judge appointed by the Chairman of the State Board. Such hearing shall be conducted in accordance with the provisions specified in Section 10 of the Act and the implementing rules, 77 IAC Part 1130.

If you decide to exercise your right to a hearing, you must submit a written notice of a request for such hearing to the Chairman of the State Board within 30 days following notification of the Board's decision.

Notice to the Chairman of the State Board may be made by forwarding the written request to the following address: Illinois Health Facilities and Services Review Board, Attention: Courtney R. Avery, Administrator, Division of Health Systems Development, 525 West Jefferson Street (2<sup>nd</sup> Floor), Springfield, Illinois 62761. Notice to the Administrator

FINAL DENIAL LETTER

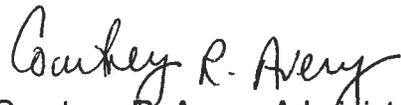
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constitutes notice to the State Board (77 IAC 1130.1020(b)). Failure to submit your request within this specified time period constitutes a waiver of your right to a hearing.

The hearing will afford you the opportunity to demonstrate that the application is consistent with the criteria upon which the action of the State Board was based. Following its consideration of the report of the hearing, or upon default of the party to the hearing, the State Board shall make its final determination.

If you have any questions or concerns please contact the State Board staff at 312-814-5418.

Sincerely,



Courtney R. Avery, Administrator  
Illinois Health Facilities and Services Review  
Board

cc: Dale Galassie