



**Adventist
Hinsdale Hospital**

Keeping you well
November 26, 2012

RECEIVED

DEC 03 2012

**HEALTH FACILITIES &
SERVICES REVIEW BOARD**

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

Re: Report Final Realized Costs – Project Nos. 09-047 and 10-091; Adventist Hinsdale Hospital

Dear Mr. Constantino:

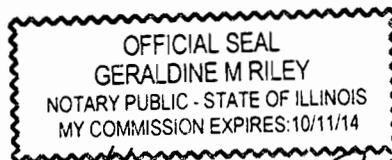
The final costs for project #09-047 and its supplemental project, #10-091, Adventist Hinsdale Hospital, total \$61,696,505. These costs and the sources of funds are summarized on page 2 of the final audit report. The cost total is below the combined permit amount of \$76,428,534. Also attached are the AIA G702, the last Application and Certification for Payment for the construction contract, and the Final Waiver of Lien. Finally, there is a copy of the Audit report conducted by an external audit firm, Crowe Horwath.

We certify that the costs detailed are those which have been or will be submitted for reimbursement under Titles XVIII and XIX of the Social Security Act. We further certify that these costs are the total costs required to complete the project and that there are no additional or associated costs or capital expenditures related to the project which will be submitted for reimbursement under Titles XVIII or XIX. This project complies with all terms of the permit with regard to project cost, square footage, services and other pertinent facts.

I, the undersigned, am an officer of Adventist Hinsdale Hospital, the permit holder.

Sincerely,

Michael J. Goebel
Chief Executive Officer
Adventist Hinsdale Hospital



Project Costs and Sources of Funds

Complete the following table listing all costs (refer to Part 1120.110) associated with the project. When a project or any component of a project is to be accomplished by lease, donation, gift, or other means, the fair market or dollar value (refer to Part 1130.140) of the component must be included in the estimated project cost. If the project contains non-clinical components that are not related to the provision of health care, complete the second column of the table below. See 20 ILCS 3960 for definition of non-clinical. Note, the use and sources of funds must equal.

Project Costs and Sources of Funds			
USE OF FUNDS	CLINICAL	NON-CLINICAL	TOTAL
Preplanning Costs	124,604	59,243	183,847
Site Survey and Soil Investigation	193,286	91,898	285,184
Site Preparation	601,713	286,087	887,800
Off Site Work	0	0	0
New Construction Contracts	24,184,650	9,360,105	33,544,755
Modernization Contracts	6,087,980	5,414,710	11,502,690
Contingencies	3,331,663	1,748,217	5,079,880
Architectural/Engineering Fees	2,147,589	1,021,081	3,168,670
Consulting and Other Fees	1,293,468	614,985	1,908,453
Movable or Other Equipment (not in construction contracts)	8,822,365	4,194,634	13,016,999
Bond Issuance Expense (project related)	396,488	188,512	585,000
Net Interest Expense During Construction (project related)	1,705,311	810,798	2,516,109
Fair Market Value of Leased Space or Equipment	0	0	0
Other Costs To Be Capitalized	1,017,178	483,622	1,500,800
Acquisition of Building or Other Property (excluding land)	0	0	0
TOTAL USES OF FUNDS	49,906,295	24,273,892	74,180,187
SOURCE OF FUNDS	CLINICAL	NON-CLINICAL	TOTAL
Cash and Securities	13,996,898	7,200,601	21,197,499
Pledges	9,476,866	4,505,820	13,982,686
Gifts and Bequests	0	0	0
Bond Issues (project related)	26,432,531	12,567,471	39,000,002
Mortgages	0		0
Leases (fair market value)	0		0
Governmental Appropriations	0		0
Grants	0		0
Other Funds and Sources	0		0
TOTAL SOURCES OF FUNDS	49,906,295	24,273,892	74,180,187
NOTE: ITEMIZATION OF EACH LINE ITEM MUST BE PROVIDED AT ATTACHMENT-7, IN NUMERIC SEQUENTIAL ORDER AFTER THE LAST PAGE OF THE APPLICATION FORM.			

Project Costs and Sources of Funds

Complete the following table listing all costs (refer to Part 1120.110) associated with the project. When a project or any component of a project is to be accomplished by lease, donation, gift, or other means, the fair market or dollar value (refer to Part 1130.140) of the component must be included in the estimated project cost. If the project contains non-reviewable components that are not related to the provision of health care, complete the second column of the table below. Note, the use and sources of funds must equal.

Project Costs and Sources of Funds			
USE OF FUNDS	CLINICAL	NONCLINICAL	TOTAL
Preplanning Costs*	\$0	\$0	\$0
Site Survey and Soil Investigation*	\$0	\$0	\$0
Site Preparation*	\$0	\$0	\$0
Off Site Work*	\$0	\$0	\$0
New Construction Contracts	\$1,590,739	\$0	\$1,590,739
Modernization Contracts	\$0	\$0	\$0
Contingencies	\$159,074	\$0	\$159,074
Architectural/Engineering Fees*	\$0	\$0	\$0
Consulting and Other Fees	\$58,534	\$0	\$58,534
Movable or Other Equipment (not in construction contracts)	\$440,000	\$0	\$440,000
Bond Issuance Expense (project related)	\$0	\$0	\$0
Net Interest Expense During Construction (project related)	\$0	\$0	\$0
Fair Market Value of Leased Space or Equipment	\$0	\$0	\$0
Other Costs To Be Capitalized*	\$0	\$0	\$0
Acquisition of Building or Other Property (excluding land)	\$0	\$0	\$0
TOTAL USES OF FUNDS	\$2,248,347	\$0	\$2,248,347
SOURCE OF FUNDS	CLINICAL	NONCLINICAL	TOTAL
Cash and Securities	\$2,248,347	\$0	\$2,248,347
Pledges	\$0	\$0	\$0
Gifts and Bequests	\$0	\$0	\$0
Bond Issues (project related)	\$0	\$0	\$0
Mortgages	\$0	\$0	\$0
Leases (fair market value)	\$0	\$0	\$0
Governmental Appropriations	\$0	\$0	\$0
Grants	\$0	\$0	\$0
Other Funds and Sources	\$0	\$0	\$0
TOTAL SOURCES OF FUNDS	\$2,248,347	\$0	\$2,248,347
NOTE: ITEMIZATION OF EACH LINE ITEM MUST BE PROVIDED AT ATTACHMENT-7, IN NUMERIC SEQUENTIAL ORDER AFTER THE LAST PAGE OF THE APPLICATION FORM.			

*Costs included in previously approved application Project #09-047; Adventist Hinsdale Hospital.

Exhibit #2
 Adventist Hinsdale Hospital - Project #09-047
 Hospital Addition
 Project Completion/Cost Summary
 November 30, 2012

Description	Total Clinical Costs Per Permit	Total Non-Clinical Costs Per Permit	Total Project Cost Per Permit	Clinical Expenditures to Date	Non-Clinical Expenditures to Date	Total Expenditures to Date	Variance Between Permit and Expenditures to Date	% Completed
Pre Planning	124,604	59,243	183,847	72,752	34,590	107,342	-76,505	100%
Site Survey and Soil Investigation	193,286	91,898	285,184	141,294	67,179	208,473	-76,711	100%
Site Preparation	601,713	286,087	887,800	991,512	471,419	1,462,931	575,131	100%
Off Site Work	0	0	0	0	0	0	0	100%
New Construction Contracts	24,184,650	9,360,105	33,544,755	23,393,416	9,053,876	32,447,292	-1,097,463	100%
Modernization Contracts	6,087,980	5,414,710	11,502,690	7,086,080	6,302,430	13,388,510	1,885,820	100%
Contingencies	3,331,663	1,748,217	5,079,880	0	0	0	0	100%
Architectural/Engineering Fees	2,147,589	1,021,081	3,168,670	2,408,327	1,145,051	3,553,378	384,708	100%
Consulting and Other Fees	1,293,468	614,985	1,908,453	1,083,998	515,392	1,599,390	-309,063	100%
Movable or Other Equipment	8,822,365	4,194,634	13,016,999	2,371,774	1,127,671	3,499,445	-9,517,554	100%
Bond Issuance Expense	396,488	188,512	585,000	0	0	0	-585,000	100%
Net Interest Expense	1,705,311	810,798	2,516,109	1,618,858	769,693	2,388,551	-127,558	100%
Fair Market Value of Leased Space or Equipment	0	0	0	0	0	0	0	
Other Costs to be Capitalized	1,017,178	483,622	1,500,800	906,458	430,980	1,337,438	-163,362	100%
Existing Building	0	0	0	0	0	0	0	
Total Costs	49,906,295	24,273,892	74,180,187	40,074,469	19,918,281	59,992,750	-9,107,557	100%

Exhibit #2
 Adventist Hinsdale Hospital - Project #10-091
 Shell Space
 Project Completion/Cost Summary
 November 30, 2012

Description	Total Clinical Costs Per Permit	Total/Non-Clinical Costs Per Permit	Total Project Cost Per Permit	Clinical Expenditures to Date	Non-Clinical Expenditures to Date	Total Expenditures to Date	Variance Between Permit and Expenditures to Date	% Completed
Pre Planning	0	0	0	0	0	0	0	100%
Site Survey and Soil Investigation	0	0	0	0	0	0	0	100%
Site Preparation	0	0	0	0	0	0	0	100%
Off Site Work	0	0	0	0	0	0	0	100%
New Construction Contracts	1,590,739	0	1,590,739	1,536,412	0	1,536,412	-54,327	100%
Modernization Contracts	0	0	0	0	0	0	0	100%
Contingencies	159,074	0	159,074	0	0	0	0	100%
Architectural/Engineering Fees	0	0	0	0	0	0	0	100%
Consulting and Other Fees	58,534	0	58,534	49,055	0	49,055	-9,479	100%
Movable or Other Equipment	440,000	0	440,000	118,288	0	118,288	-321,712	100%
Bond Issuance Expense	0	0	0	0	0	0	0	100%
Net Interest Expense	0	0	0	0	0	0	0	100%
Fair Market Value of Leased Space or Equipment	0	0	0	0	0	0	0	100%
Other Costs to be Capitalized	0	0	0	0	0	0	0	100%
Existing Building	0	0	0	0	0	0	0	100%
Total Costs	2,248,347	0	2,248,347	1,703,755	0	1,703,755	-385,518	100%

Adventist Hinsdale Hospital
Summary of Capital Expenditures
Project Description: AHH Patient Pavilion

Budget Category	CON Budget Category	Expenditure Amount
Architectural/Engineering Fees		
A/E Fees	Architectural/Engineering Fees	\$ 3,344,557
A/E Reimbursables	Architectural/Engineering Fees	\$ 130,151
Interior Design	Architectural/Engineering Fees	\$ 78,670
	Architectural/Engineering Fees Total	\$ 3,553,378
Construction		
Bulley & Andrews	Construction	\$ 46,197,916
Water Feature Manufacture	Construction	\$ 62,990
Bulley Final Payment	Construction	\$ 1,111,308
	Construction Total	\$ 47,372,214
Consulting and Other Fees		
Owner Utility Costs	Consulting and Other Fees	\$ 141,277
Metro Chem Rite	Consulting and Other Fees	\$ 7,873
CON Consultant Services	Consulting and Other Fees	\$ 60,000
Public Relations	Consulting and Other Fees	\$ 221,589
Traffic Consultant/Studies	Consulting and Other Fees	\$ 13,024
Land Use Attorney	Consulting and Other Fees	\$ 79,958
Independent CPA for Audit	Consulting and Other Fees	\$ 1,579
Basic MEP Commissioning Services	Consulting and Other Fees	\$ 124,567
Vibration Analysis/Study	Consulting and Other Fees	\$ 2,828
Transition Planning Services	Consulting and Other Fees	\$ 200,295
Transition Planning Services Reimbursables	Consulting and Other Fees	\$ 31,024
Environmental Surveys	Consulting and Other Fees	\$ 2,040
Water Intrusion Related Services	Consulting and Other Fees	\$ 11,576
Legal/CON Costs	Consulting and Other Fees	\$ 49,140
State Plan Review/Fees	Consulting and Other Fees	\$ 145,186
Local Plan Review/Fees	Consulting and Other Fees	\$ 427,619
Owner Marketing Costs	Consulting and Other Fees	\$ 40,499
Owner Grand Opening Costs	Consulting and Other Fees	\$ 78,400
Owner Misc. Costs	Consulting and Other Fees	\$ 5,579
Measure Existing AHU cfm's	Consulting and Other Fees	\$ 4,392
	Consulting and Other Fees Total	\$ 1,648,445
Contingency		
Contingency	Contingency	\$ -
	Contingency Total	\$ -
Moveable and Other Equipment		
Medical Equipment	Moveable and Other Equipment	\$ 586,436
Furniture/Artwork	Moveable and Other Equipment	\$ 1,585,435
Telecommunications	Moveable and Other Equipment	\$ 1,202,517
Signage - Original	Moveable and Other Equipment	\$ 221,190
Existing Building OH Paging Upgrades	Moveable and Other Equipment	\$ 22,155
	Moveable and Other Equipment Total	\$ 3,617,733
Net Interest Expense		
Interim Interest	Net Interest Expense	\$ 2,388,551
	Net Interest Expense Total	\$ 2,388,551
Other Costs to be Capitalized		
AS Industries	Other Costs to be Capitalized	\$ 3,700

Construction Labor/Benefits	Other Costs to be Capitalized	\$	65,726
Construction Specialties	Other Costs to be Capitalized	\$	402
Dee & Bee Fasteners	Other Costs to be Capitalized	\$	2,312
Hinckley Springs	Other Costs to be Capitalized	\$	462
Lucas Landscaping	Other Costs to be Capitalized	\$	2,160
Otis Elevator	Other Costs to be Capitalized	\$	14,698
Recco Tool & Supply	Other Costs to be Capitalized	\$	90
Reliable Automatic	Other Costs to be Capitalized	\$	163
Baer Supply	Other Costs to be Capitalized	\$	65
Cedar Creek Builders	Other Costs to be Capitalized	\$	1,958
Columbia Pipe & Supply Co.	Other Costs to be Capitalized	\$	12,520
Construction Labor	Other Costs to be Capitalized	\$	12,574
Georgia Carpet	Other Costs to be Capitalized	\$	1,680
Home Depot	Other Costs to be Capitalized	\$	1,485
K Rought	Other Costs to be Capitalized	\$	1,194
Sherwin Williams	Other Costs to be Capitalized	\$	529
Westmont Interior Supply	Other Costs to be Capitalized	\$	1,000
Wightman Builders	Other Costs to be Capitalized	\$	21,020
Program Management Fees	Other Costs to be Capitalized	\$	1,110,847
PM Reimbursables	Other Costs to be Capitalized	\$	82,853
	Other Costs to be Capitalized Total	\$	1,337,438
Preplanning Costs			
Primary Planning AMA	Preplanning Costs	\$	67,117
Previous Parsons Planning Services	Preplanning Costs	\$	40,225
	Preplanning Costs Total	\$	107,342
Site Preparation			
Electrical Service Upgrades by ComEd	Site Preparation	\$	1,186,233
Hazardous Material Abatement	Site Preparation	\$	43,835
Medical Gas Relocation	Site Preparation	\$	109,738
Low Voltage Relocation	Site Preparation	\$	71,527
Alliance Fire Protection	Site Preparation	\$	3,562
Life Safety Related Costs	Site Preparation	\$	45,736
Parking Garage Tie-back Locates	Site Preparation	\$	2,300
	Site Preparation Total	\$	1,462,931
Site Survey and Soil Prep			
Gremlay & Biedermann	Site Survey and Soil Prep	\$	15,500
Geotechnical Analysis	Site Survey and Soil Prep	\$	40,480
Construction Material Testing	Site Survey and Soil Prep	\$	137,299
Utilities Locates - Private	Site Survey and Soil Prep	\$	840
Hazardous Materials Assessments	Site Survey and Soil Prep	\$	14,354
	Site Survey and Soil Prep Total	\$	208,473
Project Expenditure Total			
	Expenditure Total	\$	61,696,505

APPLICATION AND CERTIFICATION FOR PAYMENT

TO OWNER: Adventist Hinsdale Hospital
 120 N Oak Street
 Hinsdale, IL, 60521

PROJECT: Hinsdale Hospital
 New Patient Pavilion

FROM CONTRACTOR: Bulley & Andrews, LLC
 1755 W. Armitage Avenue
 Chicago, IL 60622

VIA ARCHITECT: Anderson Mikos Architects, Ltd
 17 W 110 22nd St., Suite 200
 Oakbrook Terrace, IL, 60181

CONTRACT FOR: GENERAL CONSTRUCTION

APPLICATION NO: 24

PERIOD TO: May 30, 2012

PROJECT NOS: B & A #110070

CONTRACT DATE:

Distribution to:
 OWNER
 ARCHITECT
 CONTRACTOR

CONTRACTOR'S APPLICATION FOR PAYMENT

Application is made for payment, as shown below, in connection with the Contract. Continuation Sheet, AIA Document G703, is attached.

1. ORIGINAL CONTRACT SUM \$ 44,196,771.00
2. Net change by Change Orders \$ 3,151,171.02
3. CONTRACT SUM TO DATE (Line 1 ± 2) \$ 47,347,942.02
4. TOTAL COMPLETED & STORED TO DATE (Column G on G703) \$ 47,347,942.02
5. RETAINAGE:
 - a. % of Completed Work \$ 0.00
 - (Column D + E on G703)
 - b. % of Stored Material \$
 - (Column F on G703)
 - Total Retainage (Lines 5a + 5b or Total in Column I of G703) \$ 0.00
6. TOTAL EARNED LESS RETAINAGE (Line 4 Less Line 5 Total) \$ 47,347,942.02
7. LESS PREVIOUS CERTIFICATES FOR PAYMENT (Line 6 from prior Certificate) \$ 46,197,915.77
8. CURRENT PAYMENT DUE \$ 1,150,026.25
9. BALANCE TO FINISH, INCLUDING RETAINAGE (Line 3 less Line 6) \$ 0.00

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: BULLEY & ANDREWS, LLC

By:  Date: May 18, 2012

State of Illinois County of Cook
 Subscribed and sworn to before me this 18th day of May 2012
 Notary Public: 
 My Commission expires: May 18, 2015
 OFFICIAL SEAL
 GLORIA OROZCO
 NOTARY PUBLIC, STATE OF ILLINOIS
 My Commission Expires 01/26/2015

ARCHITECT'S CERTIFICATE FOR PAYMENT

In accordance with the Contract Documents, based on on-site observations and the data comprising the application, the Architect certifies to the Owner that to the best of the Architect'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 \$ 1,150,026.25

(Attach explanation if amount certified differs from the amount applied. Initial all figures on this Application and on the Continuation Sheet that are changed to conform with the amount certified.)
 ARCHITECT: Anderson Mikos Architects, Ltd

By: _____ Date: _____
 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.

CHANGE ORDER SUMMARY	ADDITIONS	DEDUCTIONS
Total changes approved in previous months by Owner	\$3,462,339.17	\$0.00
Total approved this Month	\$0.00	\$311,168.15
TOTALS	\$3,462,339.17	\$311,168.15
NET CHANGES by Change Order	\$3,151,171.02	

FINAL WAIVER OF LIEN

State of Illinois) SS
County of Cook) SS

Gty # _____
Loan # _____

TO WHOM IT MAY CONCERN:

WHEREAS the undersigned has been employed by ADVENTIST HINSDALE HOSPITAL
to furnish LABOR AND MATERIAL
for the premises known as NEW PATIENT PAVILION
of which 120 N OAK STREET, HINSDALE, IL is the owner.

THE undersigned, for and in consideration of ONE MILLION ONE HUNDRED FORTY FIVE THOUSAND NINE HUNDRED FIFTY NINE DOLLARS AND 25/100 \$1,145,959.25 Dollars, and other good and valuable considerations, the receipt whereof is hereby acknowledged, do(es) hereby waive and release any lien or claim of, or right to, lien, under the statutes of the State of Illinois, relating to mechanic's liens, with respect to and on said above described and the improvements thereon, and on the material, fixtures, apparatus or machinery furnished, and on the moneys, funds 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.

DATE: July 12, 2012 COMPANY NAME: BULLEY & ANDREWS, LLC
ADDRESS: 1755 W. ARMITAGE AVE., CHICAGO, IL, 60622

SIGNATURE AND TITLE: X 

CONTRACTOR'S AFFIDAVIT

State of Illinois) SS
County of Cook) SS

TO WHOM IT MAY CONCERN:

The undersigned, MICHAEL W. SUDOL being duly sworn deposes and says that he is
CHIEF FINANCIAL OFFICER of the BULLEY & ANDREWS, LLC
who is the contractor furnishing LABOR AND MATERIAL work on
building located at 120 N OAK STREET, HINSDALE, IL
owned by ADVENTIST HINSDALE HOSPITAL

That the total amount of the contract including extra's is 47,343,875.02 on which he has received payment of 46,197,915.77 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 defeat the validity of said waivers. That the following are the names 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 into the construction thereof and the amount due or to become due to each, and that the items mentioned include all labor or material required to complete said work according to plans and specification:

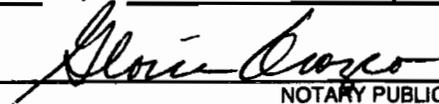
Names	What for	Contract Price	Amount Paid	This Payment	Balance Due
BULLEY & ANDREWS, LLC	GENERAL CONSTRUCTOR	\$47,343,875.02	\$46,197,915.77	\$1,145,959.25	\$0.00
ALL LABOR AND MATERIAL PAID 100%					
See attached Sworn Statement	Dated 5/18/2012				
TOTAL LABOR AND MATERIAL INCLUDING EXTRAS* TO COMPLETE		\$47,343,875.02	\$46,197,915.77	\$1,145,959.25	\$0.00

That there are not other contracts for said work outstanding, and that there is nothing due or to become due to any person for materials, labor or other work of any kind done or to be done upon or in connection with said work other than above stated.

DATE: July 12, 2012 SIGNATURE X 

Subscribed and sworn before me this

12th day of July 2012


NOTARY PUBLIC



ADVENTIST MIDWEST HEALTH
HEALTH FACILITIES AND SERVICES
REVIEW BOARD (HFSRB)
ADVENTIST MIDWEST HEALTH PROJECT
HFSRB PROJECT #09-047
SCHEDULE OF PROJECT COSTS AND
SOURCES OF FUNDS
For the period January 12, 2010 to August 31, 2012

ADVENTIST MIDWEST HEALTH

Hinsdale, Illinois

**HEALTH FACILITIES AND SERVICES REVIEW BOARD
ADVENTIST MIDWEST HEALTH PROJECT
HFSRB PROJECT #09-047
SCHEDULE OF PROJECT COSTS AND SOURCES OF FUNDS
For the period from January 12, 2010 to August 31, 2012**

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REPORT OF INDEPENDENT AUDITORS

To the Finance Committee of
Adventist Midwest Health and
State of Illinois' Health Facilities and Services Review Board

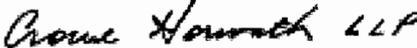
We have audited the Schedule of Project Costs and Sources of Funds of Adventist Midwest Health related to the Health Facilities and Services Review Board ("HFSRB") Project # 09-047 for the period from January 12, 2010 to August 31, 2012 (Schedule). This Schedule is the responsibility of Adventist Midwest Health's management. Our responsibility is to express an opinion on the Schedule based on our audit.

We conducted our audit of the Schedule in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Schedule is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts on the Schedule. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall Schedule's presentation. We believe that our audit provides a reasonable basis for our opinion.

The accompanying Schedule was prepared to present the project costs and sources of funds for the purpose of complying with the terms of the Health Facilities and Services Review Board permit as described in Note 1 and is not intended to be a complete presentation of Adventist Midwest Health's financial position.

In our opinion, the Schedule referred to above presents fairly, in all material respects, the project costs and sources of funds of Adventist Midwest Health for the period from January 12, 2010 to August 31, 2012, in accordance with the aforementioned terms referred to in Note 1.

This report is intended solely for the information and use of the management of Adventist Midwest Health and the state of Illinois, and is not intended to be and should not be used by anyone other than these specified parties.



Crowe Horwath LLP

Chicago, Illinois
November 16, 2012

ADVENTIST MIDWEST HEALTH
HEALTH FACILITIES AND SERVICES REVIEW BOARD
ADVENTIST MIDWEST HEALTH PROJECT
HFSRB PROJECT #09-047
SCHEDULE OF PROJECT COSTS AND SOURCES OF FUNDS
Period from January 12, 2010 to August 31, 2012

	Project Costs		
	Approved Permit Amount	Actual Funds Expended	Variance
Costs			
Preplanning costs	\$ 183,847	\$ 107,342	\$ 76,505
Site survey and soil investigation	285,184	208,473	76,711
Site preparation	887,800	1,462,931	(575,131)
New construction contracts	35,135,494	33,983,704	1,151,790
Modernization contracts	11,502,690	13,388,510	(1,885,820)
Contingencies	5,238,954	-	5,238,954
Architectural/engineering fees	3,168,670	3,553,378	(384,708)
Consulting and other fees	1,966,987	1,648,445	318,542
Movable or other equipment	13,456,999	3,617,733	9,839,266
Other costs to be capitalized	<u>1,500,800</u>	<u>1,337,438</u>	<u>163,362</u>
Total construction related	73,327,425	59,307,954	14,019,471
Bond issuance costs	585,000	-	585,000
Net interest expense during construction	<u>2,516,109</u>	<u>2,388,551</u>	<u>127,558</u>
Total finance related	<u>3,101,109</u>	<u>2,388,551</u>	<u>712,558</u>
 Total project costs	 <u>\$ 76,428,534</u>	 <u>\$ 61,696,505</u>	 <u>\$ 14,732,029</u>

	Sources of Funds		
	Approved Permit Amount	Actual Funds Expended	Variance
Cash and securities	\$ 23,445,846	\$ -	\$ 23,445,846
Pledges	13,982,686	-	13,982,686
Gifts and bequests	-	-	-
Bond issues (project related)	39,000,002	61,696,505	(22,696,503)
Mortgages	-	-	-
Leases	-	-	-
Government appropriations	-	-	-
Grants	-	-	-
Other funds and sources	<u>-</u>	<u>-</u>	<u>-</u>
 Total funds	 <u>\$ 76,428,534</u>	 <u>\$ 61,696,505</u>	 <u>\$ 14,732,029</u>

See note to schedule of project costs and sources of funds.

ADVENTIST MIDWEST HEALTH
NOTE TO SCHEDULE OF PROJECT COSTS AND SOURCES OF FUNDS
Period from January 12, 2010 to August 31, 2012

NOTE 1 - DESCRIPTION OF PROJECT

Adventist Midwest Health was issued a permit to undergo a modernization project and construct a Patient Pavilion, which connects to the existing hospital, under Illinois' Health Facilities and Services Review Board (HFSRB) Project #09-047. Initial planning and design of the project started in October 2009. The project was approved by the HFSRB at an estimated cost of \$76,428,534. After coming in well below budget, Adventist Midwest Health added additional features to the Patient Pavilion. Final project costs totaled \$61,696,505. The Schedule has been prepared on the accrual basis and in conformity with accounting principles generally accepted in the United States of America.